



Funding your future.

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2004



I N D I A N A

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FOR THE FISCAL YEAR ENDED JUNE 30, 2004

PUBLIC EMPLOYEES' RETIREMENT FUND

1977 AND 1985 JUDGES' RETIREMENT SYSTEM

EXCISE POLICE & CONSERVATION
ENFORCEMENT OFFICERS' RETIREMENT PLAN

1977 POLICE OFFICERS' AND FIREFIGHTERS'
PENSION AND DISABILITY FUND

LEGISLATORS' RETIREMENT SYSTEM
- DEFINED BENEFIT PLAN
- DEFINED CONTRIBUTION PLAN

PROSECUTING ATTORNEYS' RETIREMENT FUND

PENSION RELIEF FUND

STATE EMPLOYEES' DEATH BENEFIT FUND

PUBLIC SAFETY OFFICERS' SPECIAL DEATH BENEFIT FUND

PREPARED BY
PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA
HARRISON BUILDING
143 WEST MARKET STREET
INDIANAPOLIS, INDIANA 46204
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PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA
2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

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Letter of Transmittal (continued)

DAVID J. ADAMS
EXECUTIVE DIRECTOR

May 31, 2005

Enclosed is the 2004 Comprehensive Annual Financial Report of the Public Employees' Retirement Fund of Indiana (PERF or the Fund) for the fiscal year ended June 30, 2004. A complete copy of this report is also available on the PERF website at www.perf.in.gov.

As of June 30, 2004, PERF was responsible for the investment of more than \$12 billion in combined assets. In total, PERF paid monthly retirement, disability, and survivor benefits to nearly 59,000 benefit recipients, served approximately 155,000 members actively employed in public service, enrolled nearly 11,000 new members, and worked in partnership with approximately 1,100 participating employers statewide.

The Public Employees' Retirement Fund of Indiana

This report provides detailed information on the performance for all retirement plans administered by PERF, including the:

- *Public Employees' Retirement Fund,*
- *1977 and 1985 Judges' Retirement System,*
- *Excise Police and Conservation Enforcement Officers' Retirement Plan,*
- *1977 Police Officers' and Firefighters' Pension and Disability Fund,*
- *Legislators' Retirement System (Defined Benefit Plan and Defined Contribution Plan), and*
- *Prosecuting Attorneys' Retirement Fund.*

PERF also administers two special death benefit funds for public safety officers and state employees who die in the line of duty. In addition, the Fund manages the Pension Relief Fund, which was created by the Indiana General Assembly to address the unfunded pension obligations of the police officers' and firefighters' pension systems of Indiana's cities and towns. PERF is not responsible for the administration of those local pension funds, which have been closed to new membership since the creation of the 1977 Police

Officers' and Firefighters' Pension and Disability Fund. However, PERF does manage the assets of the Pension Relief Fund and makes disbursements twice a year to the local police and firefighter units throughout the state that are still obliged to pay benefits under those former plans.

Management's Responsibility for Financial Reporting

The Fund's management prepared the financial statements included in this Comprehensive Annual Financial Report for the fiscal year ended June 30, 2004. PERF's management is responsible for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge, the enclosed data are accurate in all material respects and are reported in a manner designed to fairly present the financial position and results of the Fund's operations.

The Indiana State Board of Accounts, PERF's external auditor, has conducted an audit of the general purpose financial statements in accordance with generally accepted auditing standards, performing work as it deemed necessary to express an opinion in their report.

The State Board of Accounts completed their review of the Fund's financial statements for the fiscal year ended June 30, 2004, on April 20, 2005. The resulting reports were again very disappointing, and have resulted in a qualified audit opinion. First and foremost, the State Board of Accounts and CPA firms hired to address some of the issues have found no fraudulent transactions.

The findings of the State Board of Accounts continue to discuss internal control weaknesses. Internal control weaknesses are broadly defined as issues with people, process and technology. In the coming year, PERF will move from tactically working on findings to identifying and executing new strategic directions. This will entail not simply addressing the findings, but more importantly, fixing the underlying issues causing the finding. This



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Letter of Transmittal (continued)

new direction will include organizational changes, technological changes and establishment of appropriate internal control processes and procedures. This will take both time and resources to resolve. PERF's leadership looks forward to working with the State Board of Accounts in addressing them.

The Comprehensive Annual Financial Report (CAFR)

The 2004 Comprehensive Annual Financial Report is presented in five sections.

- **The Introductory Section** contains the transmittal letter and highlights for each of the retirement plans administered by PERF.
- **The Financial Section** contains the auditor's opinion letter, the Management Discussion and Analysis, the financial statements audited by the Indiana State Board of Accounts, the notes to the financial statements, and supplementary information on the plans.
- **The Investment Section** contains information on the Fund's investment performance and a list of the Fund's largest holdings.
- **The Actuarial Section** contains the independent consulting actuary's certification, an outline of actuarial assumptions and methods, and other actuarial statistics.
- **The Statistical Section** contains tables of significant data pertaining to the plans.

Reporting Financial Information

The Fund's management is responsible for maintaining a system of adequate internal accounting controls designed to provide reasonable assurance that transactions are executed in accordance with management's general or specific authorization. Management is also charged with recording these transactions as necessary to maintain accountability for assets, and to permit preparation of financial statements in accordance with generally accepted accounting principles. This system includes the written policies and procedures of the Board.

For financial reporting purposes, the Fund follows the Governmental Accounting Standards Board (GASB) Statement No. 25, Financial Reporting for Defined Benefits Pension Plans and

Note Disclosures for Defined Contribution Plans. Assets of the Fund are presented at fair value. The actuarial value of assets and the actuarial accrued liability are presented in the required supplementary information following the notes to the financial statements.

The GASB issued Statement No. 34 Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments. This statement establishes financial reporting standards for state and local governments. The requirements of this statement are discussed further within the financial notes. The Management Discussion and Analysis is contained within the Financial Section and serves to supplement the Introductory Section of the Comprehensive Annual Financial Report, as well as financial statements, notes and supplementary information within the Financial Section.

New Management Direction

On March 8, 2005, I accepted an appointment by Governor Mitch Daniels to become PERF's Executive Director, and moved into public service from a career in the private sector. Effective July 1, 2005, the PERF Board of Trustees will be expanded to include the Director of the Office of Management and Budget. This expansion is part of a larger reorganization to provide additional oversight for PERF and other agencies.

In addition to understanding the issues for Fiscal Year 2004 identified by the State Board of Accounts, I have spent much of my time and energy determining what our customers expect from the Fund. I have been asking our customers the following questions: what is it PERF does well, what could PERF be doing better, and what additional services would you like to see from PERF? These fundamental questions must be answered in determining the short and long-term course of this organization. The standards we will be measured against in 2005 and beyond revolve around meeting customer expectations. Convenient access and individual choice is the standard in a world where customers expect to get what they want, when they want it.

Letter of Transmittal (continued)

PERF has undergone many changes in recent years and has struggled to keep pace. New demands for services will increase in number and complexity and the pace will only quicken. With this tremendous change comes a tendency to look inward for solutions, rather than reaching out to our employer and member partners to identify mutually beneficial responses to problems. This transfer of focus from internal processes to customer service will be the hallmark of PERF's future.

By the time this report is published, we will have surveyed a portion of our active members, benefit recipients, and employers searching for the changes they most desire from PERF. I have already begun to travel across the state to hear, firsthand, what our employers and members think of the Fund and how it can be improved. However, that being said, I am a firm believer that actions speak louder than words. My tenure at PERF will be focused on change and innovation, not lofty goals and empty promises. There are many good things happening at PERF, and this process will be one of building upon our current successes and making lasting improvements for the future.

Economic Condition

The Fund's economic condition is based primarily upon investment results and contributions from members and employers. Mercer Investment Consulting evaluated the year end investment portfolio. The return comparison begins on page 57.

Investments

Positive investment performance for the Consolidated Retirement Investment Fund (CRIF) helped increase the Fund's assets in the fiscal year ending June 30, 2004. Despite a mixed investment environment that included both market recovery and the return of volatility to capital markets, the CRIF outpaced its Target Reference Index return.

The Investment Section, beginning on page 51, includes an in-depth discussion of the CRIF and the investment policies guiding the PERF Board of Trustees in their decision making. The Board continues to make progress in diversifying the assets of the Fund and adjusting its risk and return profile in order to deliver the growth and earnings needed to meet future benefit obligations.

Asset Allocation

Prudent diversification through strategic asset allocation is fundamental to the Board's overall investment policy. The policy is designed to provide an optimal mix of asset classes in order to meet the Fund's return objectives, while maintaining appropriate diversification and risk control. PERF continues to incorporate traditional assets (cash, domestic and international stocks, and domestic fixed income) while initiating efforts to begin incorporating nontraditional assets (real estate and private equity) into the target asset mix.

The investment portfolio mix at fair value for fiscal year ended June 30, 2004 was approximately 28.6 percent fixed income and 70.5 percent equities. The equity portfolio is comprised of 50.0 percent domestic equity and 20.6 percent international and global equity at June 30. Less than 1.0 percent had been allocated to alternative investments at that date.

Funding

The health of a retirement system is measured in its ability to fund the current and future benefit obligations of its members, which is represented in its funding level. Adequate funding levels reflect the ratio between total accumulated assets compared to total actuarial accrued liabilities, resulting in a reduced reliance on contributions. Total Consolidated Retirement Investment Fund returns of 16.3 percent were well above actuarial assumptions of 7.25 percent, which added to the solid funding status of the Fund. Funding status and progress for the plans are presented in the Required Supplementary Information Schedules of Funding Progress on page 45.

The actuarial accrued liability of the Fund is a measure of the present value of actuarial accrued liabilities estimated to be payable in the future to all current retirees, beneficiaries, and employees for service earned to date. The "funding ratio" is the percentage computed by dividing the actuarial value of net assets available for benefits by the actuarial accrued liability. This ratio provides an indication of the funding status of the plan and generally, the greater this percentage, the stronger the plan.

Letter of Transmittal (continued)

The accumulated balance of funds derived from the excess of additions over deductions is referred to as the “net assets held in trust for pension benefits” in the Combined Statement of Changes in Fiduciary Net Assets in the Financial Section of this report. The actuarial accrued liability is not disclosed in the financial statements, but is disclosed in the required supplementary information schedules following the notes to the financial statements.

Actuarial Survey Valuation

An actuarial review of the Fund is performed annually. An assumption experience study is performed every three to five years. The actuarial firm, McCready & Keene, completed the actuarial reviews and valuations and served as technical advisor to the Fund. Actuarial certification and supporting statistics are included in the Actuarial and Statistical Sections of this report.

Acknowledgements

The compilation of this report reflects the efforts of the staff and advisors of the Indiana Public Employees’ Retirement Fund. It is intended to provide information for use as the basis for making management decisions, as a means of determining compliance with legal provisions, and as a means of determining responsible stewardship of the assets contributed by our members and employers. The reporting employers form the link between the funds and our members and their families. Their cooperation contributes significantly to the success of PERF, and we hope they and their employees find this report informative.

On behalf of PERF, I would like to take this opportunity to thank Governor Daniels, the members of the Pension Management Oversight Commission and the General Assembly, the Board of Trustees and the many public employees and employers who work so diligently to serve the people of Indiana.

Sincerely,



David J. Adams
Executive Director

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Fund Highlights

PUBLIC EMPLOYEES' RETIREMENT FUND

Composite Picture

Total Membership

| | |
|------------------------------|----------|
| Active (In-Service) | 143,082 |
| Terminated Vested | 11,897 |
| Benefit Recipients | 56,267 |
| Average Annual Benefit | \$ 5,470 |

Active Members

| | |
|--------------------------------|------------|
| Average age | 46.7 years |
| Average years of service | 10.6 years |
| Average annual salary | \$ 28,221 |

Benefit Recipients

| | |
|----------------------|-------|
| New Recipients | 3,787 |
|----------------------|-------|

Membership

The Public Employees' Retirement Fund includes eligible state and local government employees.

Receiving Retirement Benefits

| Age | Years of Service | Allowance Reduction |
|-------------|---|---|
| 50 up to 59 | 15 or more | 11% at age 59, additional 5% for each year under age 59 |
| 55 | Age at retirement plus total years of service equals 85 or more | None |
| 60 | 15 or more | None |
| 65 | 10 or more | None |
| 65 | 8 or more* | None |

*A member who has at least 8 years of PERF service as a County Clerk, County Auditor, County Recorder, County Treasurer, County Sheriff, or County Coroner is eligible for normal retirement after reaching age 65. This change in the law applies only to members retiring after June 30, 2002. SB 269 also provides that a member serving as State Auditor, State Treasurer, or Secretary of State and whose term commences after the November 5, 2002, election be vested with at least 8 years of creditable service.

Service Benefit Formula

$$\begin{aligned}
 &(\text{Years of Creditable Service} \times \text{Average Annual Compensation} \times .011) \\
 &+ \\
 &\text{Annuity Savings Account}^*
 \end{aligned}$$

*Members can elect at retirement to receive their Annuity Savings Account as a monthly supplement to their defined pension benefit or in a total distribution.

Cost of Living Allowance

Cost of living allowances are passed by the Indiana General Assembly on an ad-hoc basis.

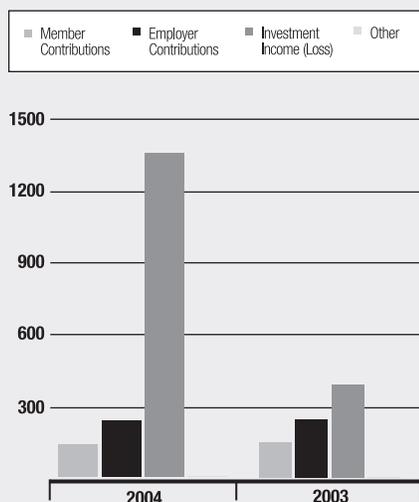
Contribution Rates

- Members are required to contribute 3 percent of gross wages to the Annuity Savings Account. Employers have the option of making all or part of this contribution on behalf of the member.
- Members may also voluntarily contribute up to an additional ten percent of their post-tax wages into the Annuity Savings Account.
- Employer contributions are adopted by the Board of Trustees based on recommendations by the Fund's actuary.

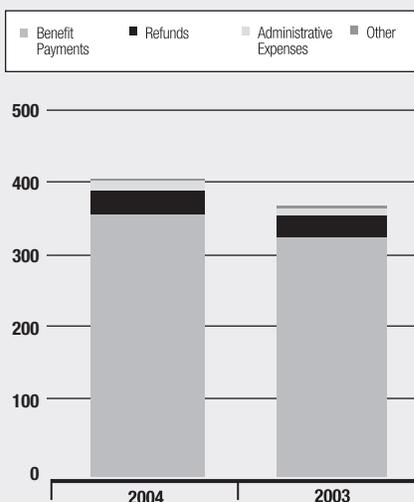
Fund Highlights

PUBLIC EMPLOYEES' RETIREMENT FUND

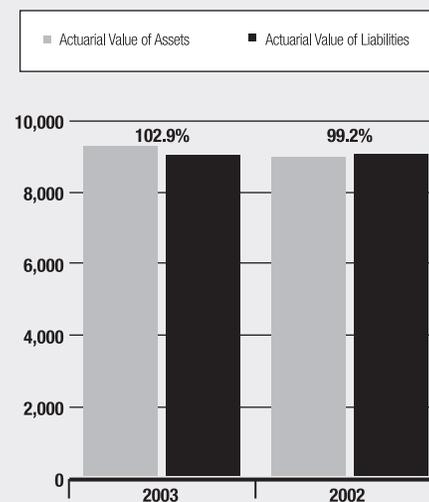
Additions by Source
(in millions)



Deductions by Type
(in millions)



Funding Progress
(in millions) (with funding ratios)



For fiscal year ended June 30,
(in millions)

Additions by Source

| | 2004 | 2003 |
|--------------------------|----------------|--------------|
| Member Contributions | \$ 136.0 | \$ 128.8 |
| Employer Contributions | 234.9 | 213.4 |
| Investment Income (loss) | 1,351.2 | 341.0 |
| Other | 2.4 | 2.2 |
| Totals | 1,724.5 | 685.9 |

For fiscal year ended June 30,
(in millions)

Deductions by Type

| | 2004 | 2003 |
|-------------------------|--------------|--------------|
| Benefit Payments | \$ 361.5 | \$ 324.8 |
| Refunds | 32.9 | 29.6 |
| Administrative Expenses | 13.4 | 9.2 |
| Other | 2.8 | 3.8 |
| Totals | 410.6 | 363.6 |

Actuarial study as of July 1,
(in millions)

Funding Progress

| | 2003 | 2002 |
|--------------------------------|----------|----------|
| Actuarial Value of Assets | \$ 9,294 | \$ 8,995 |
| Actuarial Value of Liabilities | 9,035 | 9,066 |

Funding Ratios 102.9% 99.2%

Annuity Savings Account

In addition to the employer-financed defined benefit pension, the Public Employees' Retirement Fund benefits structure also includes the Annuity Savings Account. The purpose of the Annuity Savings Account is to help public employees of state and local governments save for their retirement by allowing them to invest in a number of different investment funds.

While employer-provided retirement and Social Security are valuable sources of retirement income, they are only a part of the total retirement picture. Employees can begin investing their own money in a long-term savings plan and take responsibility for their future retirement income.

The plan provides the following benefits:

- Convenient, automatic payroll deductions,
- Six investment options,
- Tax deferred savings,
- Roll over funds into qualified plan or IRA upon termination or retirement,
- Upon death, funds transfer to beneficiaries,
- Immediate vesting, and
- Low investment and administrative fees.

Total Annuity Savings Account Assets

Annuity Savings Account

(in millions)

| As of June 30, | 2003 | 2004 |
|----------------|---------|---------|
| | \$1,982 | \$2,164 |

Fund Highlights

1977 AND 1985 JUDGES' RETIREMENT SYSTEM

Composite Picture

| | |
|------------------------------|-----------|
| Total Membership | |
| Active (In-Service) | 278 |
| Terminated Vested | 67 |
| Benefit Recipients | 248 |
| Average Annual Benefit | \$ 38,430 |

Active Members

| | |
|--------------------------------|------------|
| Average age | 53.2 years |
| Average years of service | 10.1 years |
| Average annual salary | \$ 91,367 |

Benefit Recipients

| | |
|----------------------|---|
| New Recipients | 7 |
|----------------------|---|

Membership

The 1977 and 1985 Judges' Retirement System includes justices and judges of the Supreme Court, appellate, circuit, superior, criminal, probate, juvenile, and municipal courts.

Receiving Retirement Benefits

| Age | Years of Service | Allowance Reduction |
|-----|---|---|
| 55 | Age at retirement plus total years of service equals 85 or more | None |
| 62 | 8 or more | 0.1% for each month that retirement precedes age 65 |
| 65 | 8 or more | None |

Service Benefit Formula

Salary at Retirement¹ x Percentage Below

| Years of Service | Percentage | Years of Service | Percentage |
|------------------|------------|------------------|------------|
| 8 | 24% | 16 | 54% |
| 9 | 27% | 17 | 55% |
| 10 | 30% | 18 | 56% |
| 11 | 33% | 19 | 57% |
| 12 | 50% | 20 | 58% |
| 13 | 51% | 21 | 59% |
| 14 | 52% | 22 or more | 60% |
| 15 | 53% | | |

¹Benefit calculations for the 1977 System are based on the current salary of the judge's position from which they retired. The 1985 System uses the salary paid to the judge when they retired.

Cost of Living Allowance

For the 1977 System, the cost of living allowance is a percentage increase equal to the increase in the salary of the judges' position from which the judge retired. There is no cost of living allowance in the 1985 System. There is no cost of living allowance for survivor benefits.

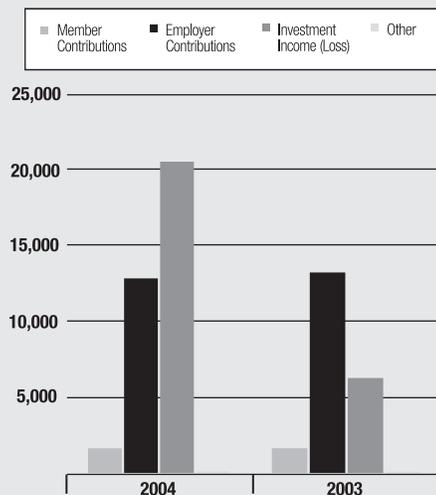
Contribution Rates

- Employees contribute 6 percent of the judge's statutory salary until 22 years of service have been completed.
- Employer contributions are determined by the General Assembly as biennial appropriations from the State's General Fund.

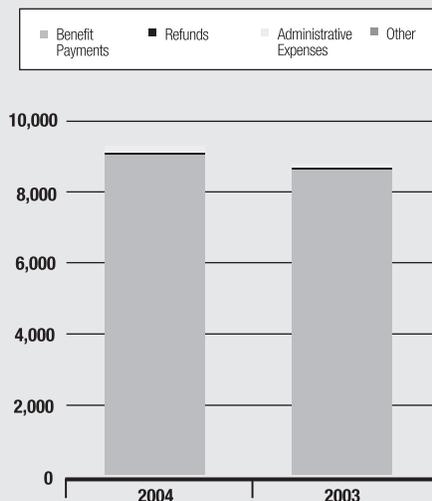
Fund Highlights

1977 AND 1985 JUDGES' RETIREMENT SYSTEM

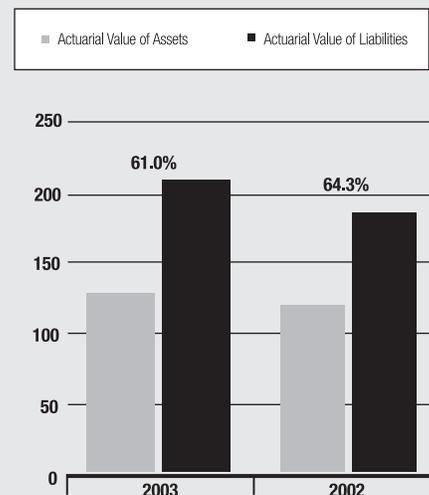
Additions by Source
(in thousands)



Deductions by Type
(in thousands)



Funding Progress
(in millions) (with funding ratios)



For fiscal year ended June 30,
(in thousands)

Additions by Source

| | 2004 | 2003 |
|--------------------------|----------|----------|
| Member Contributions | \$ 1,560 | \$ 1,558 |
| Employer Contributions | 12,965 | 13,276 |
| Investment Income (loss) | 20,780 | 6,238 |
| Other | 1 | - |
| Totals | 35,306 | 21,072 |

For fiscal year ended June 30,
(in thousands)

Deductions by Type

| | 2004 | 2003 |
|-------------------------|----------|----------|
| Benefit Payments | \$ 9,041 | \$ 8,611 |
| Refunds | 45 | 46 |
| Administrative Expenses | 197 | 110 |
| Other | - | - |
| Totals | 9,283 | 8,767 |

Actuarial study as of July 1,
(in millions)

Funding Progress

| | 2003 | 2002 |
|--------------------------------|----------|----------|
| Actuarial Value of Assets | \$ 126.2 | \$ 121.2 |
| Actuarial Value of Liabilities | 206.8 | 188.4 |

Funding Ratios 61.0% 64.3%

Fund Highlights

EXCISE POLICE AND CONSERVATION ENFORCEMENT OFFICERS' RETIREMENT PLAN

Composite Picture

| | |
|------------------------------|-----------|
| Total Membership | |
| Active (In-Service) | 254 |
| Terminated Vested | 4 |
| Benefit Recipients | 128 |
| Average Annual Benefit | \$ 16,765 |

Active Members

| | |
|--------------------------------|------------|
| Average age | 42.6 years |
| Average years of service | 17.2 years |
| Average annual salary | \$ 44,785 |

Benefit Recipients

| | |
|--------------------------|---|
| Benefit Recipients | 4 |
|--------------------------|---|

Membership

The Excise Police and Conservation Enforcement Officers' Retirement Plan includes employees of both the Department of Natural Resources and the Alcoholic Beverage Commission who are engaged exclusively in the performance of law enforcement duties.

Receiving Retirement Benefits

| Age | Years of Service | Allowance Reduction |
|-----|---|---|
| 45 | 15 or more | 0.25% for each full month that retirement precedes age 60 |
| 55 | Age at retirement plus total years of service equals 85 or more | None |
| 60 | 15 or more | None |

Service Benefit Formula

25%¹ x Average Annual Salary²

¹This percentage is increased by 1-2/3 percent of average annual salary for each completed year of creditable service after 10 years (up to 25 years) and by 1 percent for each year of creditable service after 25 years.

²Average Annual Salary means the average annual salary of an officer during the 5 years of highest annual salary in the 10 years immediately preceding an officer's retirement date.

Cost of Living Allowance

Cost of living allowance is equal to any ad-hoc cost of living allowance enacted for PERF.

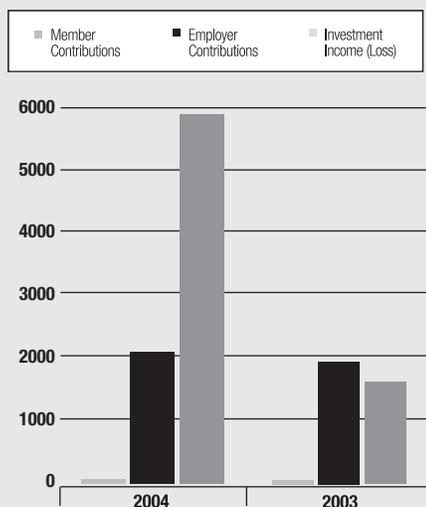
Contribution Rates

- Member rates equal 3 percent of the first \$8,500 of annual salary (maximum contribution is \$255 per year).
- Employer contributions are adopted by the Board of Trustees based on recommendations by the Fund's actuary.

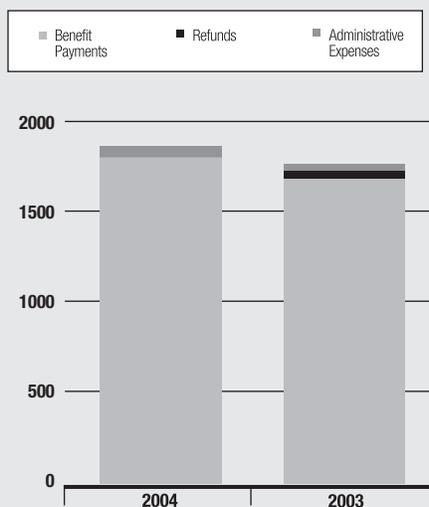
Fund Highlights

EXCISE POLICE AND CONSERVATION ENFORCEMENT OFFICERS' RETIREMENT PLAN

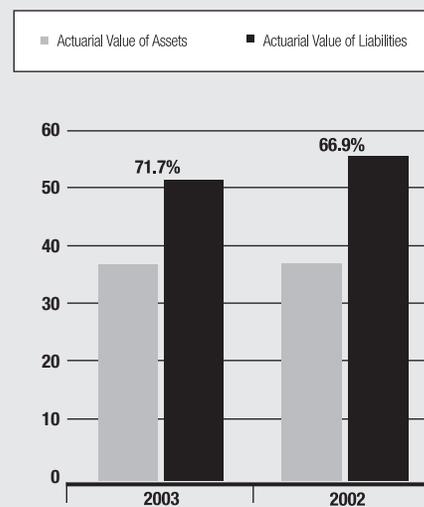
Additions by Source
(in thousands)



Deductions by Type
(in thousands)



Funding Progress
(in millions) (with funding ratios)



For fiscal year ended June 30,
(in thousands)

Additions by Source

| | 2004 | 2003 |
|--------------------------|-------|-------|
| Member Contributions | \$ 74 | \$ 68 |
| Employer Contributions | 2,120 | 1,951 |
| Investment Income (loss) | 5,971 | 1,627 |
| Totals | 8,165 | 3,646 |

For fiscal year ended June 30,
(in thousands)

Deductions by Type

| | 2004 | 2003 |
|-------------------------|----------|----------|
| Benefit Payments | \$ 1,821 | \$ 1,711 |
| Refunds | — | 40 |
| Administrative Expenses | 63 | 40 |
| Totals | 1,884 | 1,791 |

Actuarial study as of July 1,
(in millions)

Funding Progress

| | 2003 | 2002 |
|--------------------------------|---------|---------|
| Actuarial Value of Assets | \$ 37.3 | \$ 37.4 |
| Actuarial Value of Liabilities | 52.0 | 55.9 |

Funding Ratios 71.7% 66.9%

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Fund Highlights

1977 POLICE OFFICERS' AND FIREFIGHTERS' PENSION AND DISABILITY FUND

Composite Picture

Total Membership

| | |
|----------------------------------|----------|
| Active (In-Service) | 10,737 |
| Terminated Vested | 82 |
| Benefit Recipients | 2,045 |
| Average Annual Benefit | \$17,885 |

Active Members

| | |
|------------------------------------|------------|
| Average age | 37.9 years |
| Average years of service | 10.5 years |
| Average annual salary | \$ 38,414 |

Benefit Recipients

| | |
|--------------------------|-----|
| New Recipients | 127 |
|--------------------------|-----|

Membership

The 1977 Police Officers' and Firefighters' Pension and Disability Fund includes eligible state and local police officers and firefighters.

Receiving Retirement Benefits

| Age | Years of Service | Allowance Reduction |
|-----|------------------|-------------------------------|
| 50 | 20 or more | Actuarial allowance reduction |
| 52 | 20 or more | None |

Service Benefit Formula

Monthly benefit equal to 50 percent¹ of first-class salary for 20 years of service.

¹This percentage is increased by 1 percent for each 6 months of active service accumulated after 20 years of service (to a maximum of 32 years, or 74 percent).

Cost of Living Allowance

Cost of living allowance is a percentage determined by statute equal to the change in the Consumer Price Index, but not in excess of a 3 percent increase.

Contribution Rates

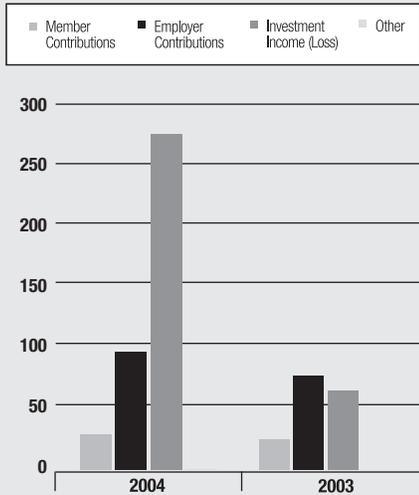
- Members contribute 6 percent of first-class salary. Employers have the option of making all or part of this contribution on behalf of the member.
- Employers contribute 21 percent of first-class salary.
- Employer contributions are adopted by the Board of Trustees based on recommendations by the Fund's actuary.

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

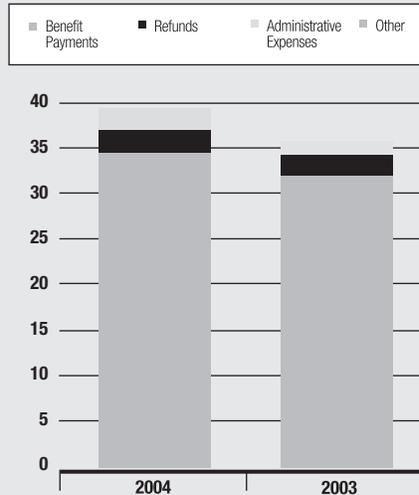
Fund Highlights

1977 POLICE OFFICERS' AND FIREFIGHTERS' PENSION AND DISABILITY FUND

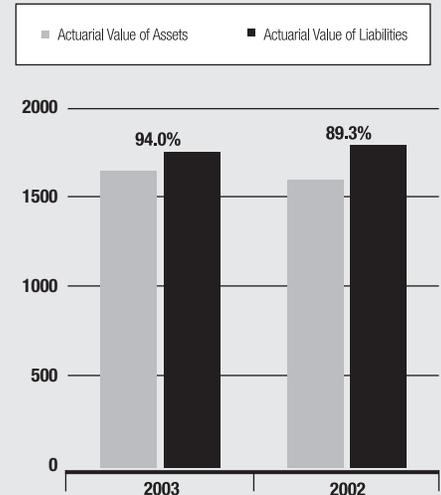
Additions by Source
(in millions)



Deductions by Type
(in millions)



Funding Progress
(in millions) (with funding ratios)



For fiscal year ended June 30,
(in millions)

Additions by Source

| | 2004 | 2003 |
|--------------------------|---------|---------|
| Member Contributions | \$ 29.0 | \$ 30.3 |
| Employer Contributions | 97.5 | 94.9 |
| Investment Income (loss) | 278.2 | 79.2 |
| Other | 0.1 | — |
| Totals | 404.9 | 204.5 |

For fiscal year ended June 30,
(in millions)

Deductions by Type

| | 2004 | 2003 |
|-------------------------|---------|---------|
| Benefit Payments | \$ 34.7 | \$ 32.1 |
| Refunds | 2.5 | 2.3 |
| Administrative Expenses | 2.4 | 1.5 |
| Other | — | — |
| Totals | 39.6 | 35.9 |

Actuarial study as of Jan. 1,
(in millions)

Funding Progress

| | 2003 | 2002 |
|--------------------------------|------------|------------|
| Actuarial Value of Assets | \$ 1,660.4 | \$ 1,615.0 |
| Actuarial Value of Liabilities | 1,766.8 | 1,808.8 |

Funding Ratios 94.0% 89.3%

Fund Highlights

LEGISLATORS’ RETIREMENT SYSTEM– DEFINED BENEFIT PLAN*

Composite Picture

| | |
|----------------------------------|----------|
| Total Membership | |
| Active (In-Service) | 55 |
| Terminated Vested | 22 |
| Benefit Recipients | 44 |
| Average Annual Benefit | \$ 6,301 |

Active Members

| | |
|------------------------------------|------------|
| Average age | 62.6 years |
| Average years of service | 23.0 years |
| Average annual salary | \$ 31,314 |

Benefit Recipients

| | |
|--------------------------|---|
| New Recipients | 6 |
|--------------------------|---|

Membership

The Legislators’ Retirement System Defined Benefit Fund includes only legislators of the State of Indiana who were serving on April 30, 1989 and elected participation.

Receiving Retirement Benefits

| Age | Years of Service | Allowance Reduction |
|-----|---|---|
| 55 | 10 or more ¹ | Benefit reduced using early retirement formula ² |
| 55 | Age at retirement plus total years of service as a member of the General Assembly equals 85 or more | None |
| 65 | 10 or more ³ | None |

¹Have terminated service as a member of the General Assembly and is not receiving nor is entitled to receive a salary from the state.

²Early Retirement Benefit Formula:

- Step 1: 780 months (65 years) – your age at retirement in full months = [x].
- Step 2: If [x] is equal to or less than 60, then multiply [x] by 0.1 percent to obtain a product [y]. If [x] is greater than 60, then multiply 5/12 percent by the difference between 60 and the remainder [x]. Then take this product and add 6 percent to obtain a sum [y].
- Step 3: Then subtract [y] from 100 percent to determine the percentage of your age 65 retirement benefit you receive.

³Have terminated service as a member of the General Assembly, are not receiving nor are entitled to receive a salary from the state, and are not receiving and have not previously received a reduced monthly benefit under this plan.

Service Benefit Formula

Lesser of:

- \$40 x Years of Service before November 8, 1989 or
- Highest Consecutive 3-year Annual Salary at Termination ÷ 12

Cost of Living Allowance

Cost of living allowance is equal to any ad-hoc cost of living allowance enacted for PERE

Contribution Rates

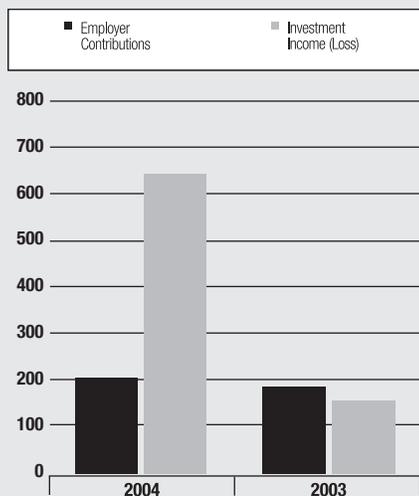
Employer contributions are adopted by the Board of Trustees based on recommendations by the Fund’s actuary.

*The Legislators’ Retirement System also includes a defined contribution plan available to all legislators of the State of Indiana who serve in the General Assembly on or after April 30, 1989. Members contribute 5 percent of their annual salary. The State of Indiana contributes 20 percent of their members’ annual salaries for service after June 30, 1989.

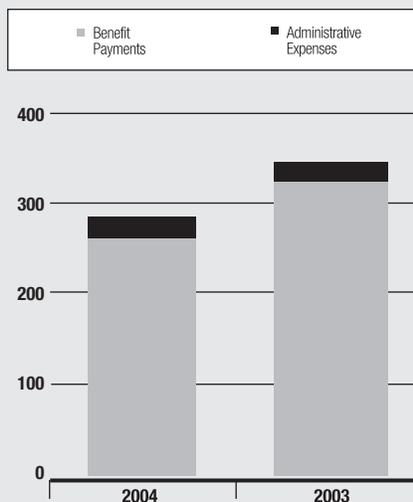
Fund Highlights

LEGISLATORS' RETIREMENT SYSTEM- DEFINED BENEFIT PLAN

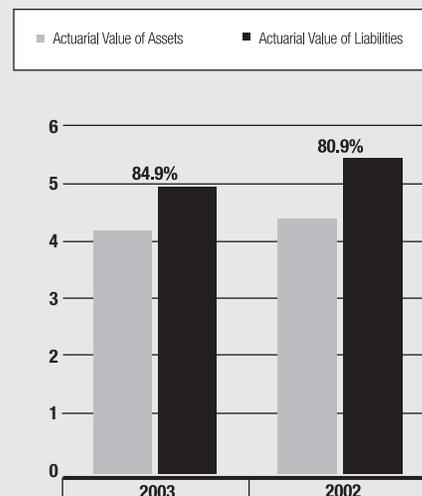
Additions by Source
(in thousands)



Deductions by Type
(in thousands)



Funding Progress
(in millions) (with funding ratios)



For fiscal year ended June 30,
(in thousands)

Additions by Source

| | 2004 | 2003 |
|--------------------------|--------|--------|
| Employer Contributions | \$ 206 | \$ 187 |
| Investment Income (loss) | 646 | 157 |
| Totals | 852 | 344 |

For fiscal year ended June 30,
(in thousands)

Deductions by Type

| | 2004 | 2003 |
|-------------------------|--------|--------|
| Benefit Payments | \$ 263 | \$ 328 |
| Administrative Expenses | 24 | 23 |
| Totals | 287 | 351 |

Actuarial study as of July 1,
(in millions)

Funding Progress

| | 2003 | 2002 |
|--------------------------------|---------|---------|
| Actuarial Value of Assets | \$ 4.20 | \$ 4.45 |
| Actuarial Value of Liabilities | 4.95 | 5.50 |

Funding Ratios 84.9% 80.9%

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Fund Highlights

PROSECUTING ATTORNEYS' RETIREMENT FUND

Composite Picture

Total Membership

| | |
|------------------------------|-----------|
| Active (In-Service) | 218 |
| Terminated Vested | 33 |
| Benefit Recipients | 18 |
| Average Annual Benefit | \$ 13,266 |

Active Members

| | |
|--------------------------------|------------|
| Average age | 45.7 years |
| Average years of service | 6.6 years |
| Average annual salary | \$ 60,360 |

Benefit Recipients

| | |
|----------------------|---|
| New Recipients | 0 |
|----------------------|---|

Membership

The Prosecuting Attorneys' Retirement Fund includes prosecuting attorneys, chief deputy prosecuting attorneys, and deputy prosecuting attorneys paid by the state.

Receiving Retirement Benefits*

| Age | Years of Service | Allowance Reduction |
|-----|------------------|---|
| 62 | 10 or more | 0.25% for each full month that retirement precedes age 65 |
| 65 | 10 or more | None |

* Benefits are reduced by any pension benefits payable from the Public Employees' Retirement Fund.

Service Benefit Formula

Highest Annual Salary (State Portion Only) at Retirement x Percentage Below

| Years of Service | Percentage | Years of Service | Percentage |
|------------------|------------|------------------|------------|
| Less than 10 | 0% | 16 | 54% |
| 10 | 30% | 17 | 55% |
| 11 | 33% | 18 | 56% |
| 12 | 50% | 19 | 57% |
| 13 | 51% | 20 | 58% |
| 14 | 52% | 21 | 59% |
| 15 | 53% | 22 or more | 60% |

Cost of Living Allowance

No cost of living allowance is available.

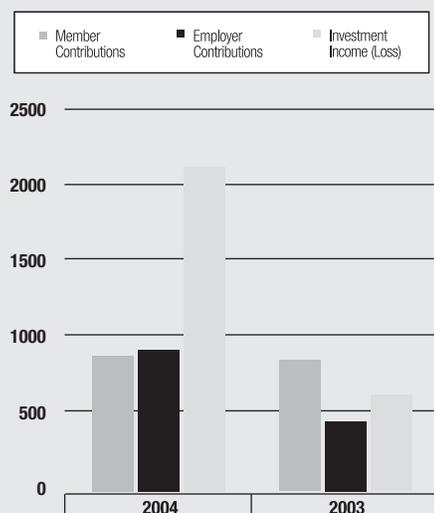
Contribution Rates

- Members contribute 6 percent of the state-paid portion of their annual salary.
- Employer contributions are adopted by the Board of Trustees based on recommendations by the Fund's actuary.

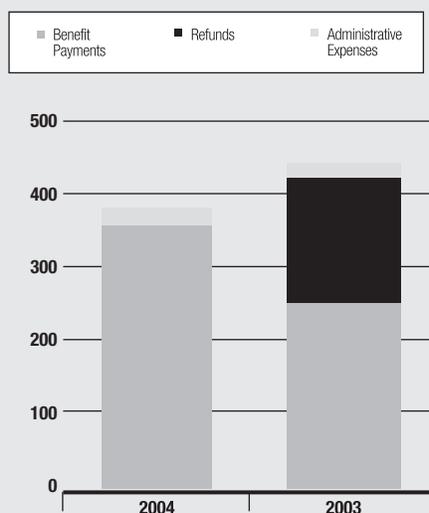
Fund Highlights

PROSECUTING ATTORNEYS' RETIREMENT FUND

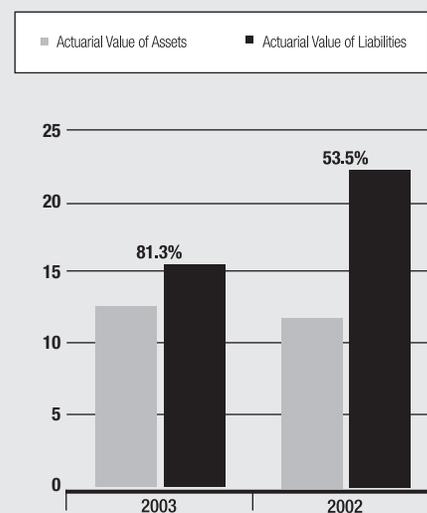
Additions by Source
(in thousands)



Deductions by Type
(in thousands)



Funding Progress
(in millions) (with funding ratios)



For fiscal year ended June 30,
(in thousands)

Additions by Source

| | 2004 | 2003 |
|--------------------------|--------|--------|
| Member Contributions | \$ 900 | \$ 836 |
| Employer Contributions | 933 | 446 |
| Investment Income (loss) | 2,147 | 614 |
| Totals | 3,980 | 1,896 |

For fiscal year ended June 30,
(in thousands)

Deductions by Type

| | 2004 | 2003 |
|-------------------------|--------|--------|
| Benefit Payments | \$ 357 | \$ 254 |
| Refunds | — | 172 |
| Administrative Expenses | 25 | 21 |
| Totals | 382 | 447 |

Actuarial study as of July 1,
(in millions)

Funding Progress

| | 2003 | 2002 |
|--------------------------------|----------|----------|
| Actuarial Value of Assets | \$ 12.76 | \$ 12.00 |
| Actuarial Value of Liabilities | 15.69 | 22.40 |

Funding Ratios 81.3% 53.5%

Financial Section

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Independent Auditors' Report



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF PUBLIC EMPLOYEES' RETIREMENT FUND BOARD OF TRUSTEES

We have audited the accompanying basic financial statements of the Public Employees' Retirement Fund Board of Trustees (PERF), as of and for the year ended June 30, 2004. These basic financial statements are the responsibility of the Public Employees' Retirement Fund Board of Trustees' management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The reserves and designations note disclosure for the pension plans administered by the Public Employees' Retirement Fund Board of Trustees does not disclose the balances of the legally required reserves or their funding status as of June 30, 2004. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

In our opinion, except for the omission of the information discussed in the preceding paragraph, the basic financial statements referred to above present fairly, in all material respects, the combined plan net assets of the fiduciary funds of the Public Employees' Retirement Fund Board of Trustees, as of June 30, 2004, and the changes in the combined plan net assets of the fiduciary funds for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis, Schedule of Funding Progress, Schedule of Employer Contributions and the Notes to Required Supplemental Schedules are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Introductory Section, Administrative Expenses, Investment Expenses, Contractual and Professional Service Expenses, Investment Section, Actuarial Section, and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements. These sections and schedules have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

State Board of Accounts
STATE BOARD OF ACCOUNTS

Management's Discussion & Analysis

This section presents management's discussion and analysis of the Public Employees' Retirement Fund of Indiana (PERF) financial statements for the year ended June 30, 2004. The MD&A is presented as a narrative overview and analysis in conjunction with the Letter of Transmittal included in the Introductory Section of the PERF Comprehensive Annual Financial Report. The MD&A should also be read in conjunction with the financial statements, the notes to the financial statements, and the supplementary information.

The following retirement plans are included in the PERF financial statements: Public Employees' Retirement Fund, Judges' Retirement System, Excise Police and Conservation Enforcement Officers' Retirement Plan, 1977 Police Officers' and Firefighters' Pension and Disability Fund, Legislators' Defined Contribution Plan, Legislators' Defined Benefit Plan, and the Prosecuting Attorneys' Retirement Fund. Also included in the financial statements are other non-retirement funds managed by PERF, which include the Pension Relief Fund, which is accounted for as an Investment Trust Fund, and two Other Employee Benefit Trust Funds, the Public Safety Officers' Special Death Benefit Fund and the State Employees' Death Benefit Fund. See the notes to the financial statements for descriptions of these plans.

Financial Highlights

- n The net assets of PERF were \$12.3 billion as of June 30, 2004. Net assets of the retirement plans, which are held in trust to meet future benefit payments, were \$11.9 billion as of June 30, 2004. Net assets of the Pension Relief Fund, which are held in trust for pool participants were \$393 million as of the fiscal year end.
- n The net assets of PERF increased by \$1.692 billion, or 16 percent from the prior year. The increase was primarily due to higher investment values.
- n Substantially all of the investments for the retirement funds administered by PERF are pooled in the Consolidated Retirement Investment Fund (CRIF). The CRIF rate of return on investments for the year was 16.3 percent on a market value basis, compared to last year's 4.7 percent, due primarily to the improvement in world equity markets.
- n As of July 1, 2003, the date of the most recent actuarial valuation, the largest pension plan administered by PERF, the Public Employees' Retirement Fund, is actuarially funded at 102.9 percent, which is more than the 99.2 percent funded level as of July 1, 2002.
- n The net assets of the Pension Relief Fund were \$393 million as of June 30, 2004, compared to \$420 million as of June 30, 2003.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to PERF's financial statements. The financial section of the PERF Comprehensive Annual Financial Report is comprised of four components: 1) PERF's financial statements, 2) notes to the financial statements, 3) required supplementary information, and 4) other supplementary information. The information available in each of these sections is briefly summarized as follows:

1) Financial Statements

The statement of fiduciary net assets presents information on PERF's assets and liabilities and the resulting net assets held in trust for pension benefits, employee death benefits, and for pool participants. This statement reflects PERF's investments, at fair value, along with cash and short-term investments, receivables and other assets and liabilities. This statement indicates the net assets available to pay future pension and death benefits and gives a snapshot at a particular point in time. This statement also indicates the net assets held in trust for pool participants in the Pension Relief Fund, which are available for future distributions to cities and towns.

The statement of changes in fiduciary net assets presents information showing how PERF's net assets held in trust for pension and death benefits and for pool participants changed during the years ended June 30, 2004, and 2003. It reflects contributions by members and employers along with deductions for retirement benefits, refunds, Pension Relief Fund distributions and withdrawals, and administrative expenses. Investment income and losses during the period are also presented showing income from investing and securities lending activities.

2) Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in PERF's financial statements.

3) Required Supplementary Information

The required supplementary information consists of a Schedule of Funding Progress and a Schedule of Employer Contributions and related notes concerning the funding status of the pension plans administered by PERF.

4) Other Supplementary Information

Other schedules include detailed information on administrative expenses incurred by PERF, as well as investment expenses and other professional services expenses incurred. These schedules are presented for the purpose of additional analysis.

Management's Discussion & Analysis (continued)

Financial Analysis

Total assets of PERF were \$14.9 billion as of June 30, 2004, compared with \$12.0 billion as of June 30, 2003. The increase in total assets was primarily due to investment gains during the year.

Total liabilities of were \$2.6 billion as of June 30, 2004, compared with \$1.4 billion as of June 30, 2003.

A summary of PERF's Net Assets is presented below:

| Net Assets (dollars in thousands) | | | |
|---|----------------------|----------------------|---------------|
| | June 30, 2004 | June 30, 2003 | % Change |
| Assets | | | |
| Cash and Cash Equivalents | \$ 569,494 | \$ 682,589 | (16.6) % |
| Securities Lending Collateral | 1,902,155 | 759,750 | 150.4 |
| Receivables | 568,918 | 423,987 | 34.2 |
| Investments | 11,916,057 | 10,165,087 | 17.2 |
| Total Assets | 14,956,624 | 12,031,413 | 24.3 |
| Liabilities | | | |
| Securities Lending Collateral | 1,902,155 | 759,750 | 150.4 |
| Other Current Liabilities | 763,811 | 672,635 | 13.6 |
| Long-Term Liabilities | 306 | 237 | 29.1 |
| Total Liabilities | 2,666,272 | 1,432,622 | 86.1 |
| Total Net Assets | \$ 12,290,352 | \$ 10,598,791 | 16.0 % |

As the above table shows, plan net assets were \$12.2 billion as of June 30, 2004, an increase of \$1.692 billion, or 16.0 percent, compared to the prior year, driven by the improvement in world equity markets.

A summary of net assets by fund, compared to the prior year, is as follows:

| Summary Of Net Assets By Fund (dollars in thousands) | | | |
|---|----------------------|----------------------|---------------|
| | June 30, 2004 | June 30, 2003 | % Change |
| Public Employees' Retirement Fund | \$ 9,586,901 | \$ 8,272,988 | 15.9% |
| Judges' Retirement System | 150,812 | 124,789 | 20.9 |
| Excise Police & Conservation Officers' Retirement Plan | 42,917 | 36,635 | 17.1 |
| 1977 Police Officers' & Firefighters' Pension and Disability Fund | 2,071,572 | 1,706,253 | 21.4 |
| Prosecuting Attorneys' Retirement Fund | 16,152 | 12,554 | 28.7 |
| Legislators' Defined Benefit Plan | 4,661 | 4,096 | 13.8 |
| Legislators' Defined Contribution Plan | 16,299 | 13,063 | 24.8 |
| Public Safety Officers Death Benefit Fund | 1,835 | 2,419 | (24.1) |
| State Employees Death Benefit Fund | 5,419 | 5,458 | (0.7) |
| Pension Relief Fund | 393,784 | 420,536 | (6.4) |
| Total | \$ 12,290,352 | \$ 10,598,791 | 16.0 % |

Substantially all of the investments for the retirement funds administered by PERF are pooled in the Consolidated Retirement Investment Fund (CRIF). The investments of the non-retirement funds administered by PERF are not included in the CRIF. The following table presents PERF's investment allocation in the CRIF compared to PERF's target investment allocation and the prior year allocation.

| | June 30, 2004 Actual | June 30, 2004 Target | June 30, 2003 Actual |
|-------------------------|-------------------------|-------------------------|-------------------------|
| Fixed Income | 19.20 % | 20.00 % | 38.10 % |
| Large Cap Equity | 33.56 | 33.00 | 32.70 |
| Mid Cap Equity | 9.21 | 5.00 | 8.10 |
| Small Cap Equity | 7.19 | 7.50 | 6.41 |
| International Equity | 12.18 | 10.50 | 9.00 |
| Global Equity | 8.37 | 9.00 | 4.85 |
| TIPS | 9.39 | 10.00 | N/A |
| Alternative Investments | 0.14 | 5.00 | 0.04 |
| Cash | 0.76 | - | 0.80 |
| Total* | 100 % | 100 % | 100 % |

*Numbers may not sum due to rounding.

Management's Discussion & Analysis (continued)

A summary of the changes in net assets during the years ended June 30, 2004 and 2003 is presented below:

Changes In Net Assets (dollars in thousands)

| | FY Ended June 30, 2004 | FY Ended June 30, 2003 | % Change |
|--|---------------------------|---------------------------|------------------|
| Additions | | | |
| Member Contributions | \$ 167,855 | \$ 162,866 | 3.1 % |
| Employer Contributions | 349,631 | 324,150 | 7.9 |
| Contributions to Pension Relief Fund: | | | |
| From Cities and Towns | 0 | 0 | N/A |
| From the State of Indiana | 61,717 | 67,362 | (8.4) |
| Net Investment Income (Loss) | 1,682,728 | 465,619 | 261.4 |
| Transfers from Teachers' Retirement Fund | 2,364 | 1,774 | 33.3 |
| Other | 196 | 498 | (60.6) |
| Total Additions | 2,264,491 | 1,022,269 | 121.5 |
| Deductions | | | |
| Benefits | 408,602 | 366,228 | 11.6 |
| Refunds | 35,520 | 32,506 | 9.3 |
| Transfers to Teachers' Retirement Fund | 2,781 | 3,847 | (27.7) |
| Pension Relief Distributions | 103,463 | 96,417 | 7.3 |
| Local Unit Withdrawals | 6,004 | 4,864 | 23.4 |
| Administrative Expenses | 16,562 | 11,263 | 47.0 |
| Total Deductions | 572,932 | 515,125 | 11.2 |
| Increase (Decrease) in Net Assets | 1,691,559 | 507,144 | 233.5 |
| Change in Net Assets Held in Trust for: | | | |
| Pension Benefits | 1,718,935 | 505,615 | 240.0 |
| Pool Participants | (26,753) | 1,132 | (2,463.3) |
| Future Death Benefits | (623) | 397 | (256.9) |

Additions

Additions needed to fund benefits are accumulated through contributions from members and employers and returns on invested funds. Member contributions for the year ended June 30, 2004, totaled \$167.8 million. This represents an increase of \$5.0 million or 3.1 percent compared to the prior year. Employer contributions were \$349.6 million, an increase of \$25.5 million or 7.9 percent.

During the fiscal year ended June 30, 2002, cities and towns were permitted to defer receiving their earmarked relief payments from the Pension Relief Fund. The deferred amounts remain invested in the fund and are available to those cities and towns at their request. The deferred amounts are included in the Pension Relief distributions from the Fund and are also recorded as contributions to the Fund from cities and towns. There were no deferrals during the year ended June 30, 2004. The State of Indiana also made contributions to the Pension Relief Fund. These contributions totaled \$61.6 million and \$67.3 million in the fiscal years ended June 30, 2004, and 2003, respectively.

PERF recognized a net investment income of \$1.682 billion for the year ended June 30, 2004, compared to a net investment income of \$465.6 million in the prior year. The total rate of return on the CRIF was a 16.3 percent compared to a 4.7 percent in the prior year.

Management's Discussion & Analysis (continued)

Deductions

The deductions from PERF's net assets held in trust for pension benefits include primarily retirement, disability, and survivor benefits, refunds of contributions to former members, and administrative expenses. For the year ended June 30, 2004, benefits amounted to \$408.6 million, an increase of \$42.4 million or 11.6 percent from the prior year. The increase in benefits was due to an increase both in the number of retirees and the average benefit paid. Refunds to former members were \$35.5 million, which represents an increase of 9.3 percent over the prior year. Part of the increase in the number of retirees is that the State of Indiana, PERF's largest employer, had an early retirement incentive as well as other large employers.

Administrative expenses were \$16.5 million, an increase of \$5.2 million compared to the prior year. The current year increase is primarily due to the fact that initiatives were developed to address the audit findings from June 30, 2003. This would include forensic audits, independent CPA firms to address major findings in the audit, and the enhancement of the internal audit staff.

Pension Relief Fund distributions were \$103.4 million for the year ended June 30, 2004, compared to \$96.4 million during the prior year.

Historical Trends

A pension fund is well funded when it has enough money in reserve to meet all expected future obligations to participants. The funded ratios of the defined benefit pension plans administered by PERF as of the latest actual valuations were as follows:

| | July 1, 2003 | July 1, 2002 |
|--|------------------------|------------------------|
| Public Employees' Retirement Fund | 102.9 % | 99.2 % |
| Judges' Retirement System | 61.0 | 64.3 |
| Excise Police & Conservation Enforcement Officers' Retirement Plan | 71.7 | 66.9 |
| Prosecuting Attorneys' Retirement Fund | 81.3 | 53.4 |
| Legislators' Defined Benefit Plan | 84.9 | 80.8 |
| | January 1, 2003 | January 1, 2002 |
| 1977 Police Officers' & Firefighters' Pension and Disability Fund | 94.0 | 89.3 |

An analysis of the funding progress, employer contributions, and a discussion of actuarial assumptions and methods is set forth in the required supplementary information section of the financial statements.

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Combined Statement of Fiduciary Net Assets

As of June 30, 2004 (with Comparative Totals as of June 30, 2003)

Pension Trust Funds

(Dollars in Thousands)

| | Public Employees' Retirement Fund | Judges' Retirement System | Excise Police and Conservation Officers' Retirement Plan | 1977 Police Officers' and Firefighters' Pension and Disability Fund | Prosecuting Attorneys' Retirement Fund |
|---|--|---------------------------------|--|---|---|
| Assets | | | | | |
| Cash and Cash Equivalents | \$ 456,856 | \$ 7,175 | \$ 2,044 | \$ 96,543 | \$ 777 |
| Securities Lending Collateral | 1,479,257 | 24,718 | 7,024 | 334,355 | 2,638 |
| Receivables: | | | | | |
| Contributions | 76,830 | 47 | 69 | 31,965 | 62 |
| Investment Income | 31,075 | 515 | 146 | 6,974 | 55 |
| Due From Other Funds | 15,839 | 69 | 20 | 930 | 7 |
| Investments | 310,448 | 5,187 | 1,474 | 70,170 | 554 |
| Member Loans | - | - | - | - | - |
| Due From Teachers' Retirement Fund | 7,448 | - | - | - | - |
| Total Receivables: | <u>441,640</u> | <u>5,818</u> | <u>1,709</u> | <u>110,039</u> | <u>678</u> |
| Investments: | | | | | |
| U.S. Treasury and Agency Obligations | 1,263,330 | 21,110 | 5,998 | 285,550 | 2,253 |
| Corporate Bonds and Notes | 408,787 | 6,831 | 1,941 | 92,398 | 729 |
| Common Stock | 5,486,169 | 88,962 | 25,280 | 1,203,368 | 9,496 |
| International Stock | 298,706 | 4,834 | 1,374 | 65,390 | 516 |
| Foreign Bonds | 62,519 | 1,045 | 297 | 14,131 | 112 |
| Mortgage Securities | 594,498 | 9,924 | 2,820 | 134,239 | 1,059 |
| Mutual Funds | 1,055,006 | 13,844 | 3,934 | 187,270 | 1,478 |
| Asset Backed | 71,254 | 1,191 | 338 | 16,105 | 127 |
| Commercial Mortgage Backed | 24,969 | 417 | 119 | 5,644 | 45 |
| Other | 15,828 | 256 | 73 | 3,465 | 27 |
| Real Estate Investments | 5,396 | - | - | - | - |
| Total Investments: | <u>9,286,462</u> | <u>148,414</u> | <u>42,174</u> | <u>2,007,560</u> | <u>15,842</u> |
| Total Assets | <u>11,664,215</u> | <u>186,125</u> | <u>52,951</u> | <u>2,548,497</u> | <u>19,935</u> |
| Liabilities | | | | | |
| Accounts Payable | 6,961 | 27 | (6) | 29 | - |
| Salaries and Benefits Payable | 188 | - | - | - | - |
| Death Benefits Payable | - | - | - | - | - |
| Investments | 579,308 | 9,680 | 2,751 | 130,941 | 1,033 |
| Due To Teachers' Retirement Fund | 10,261 | - | - | - | - |
| Securities Lending Collateral | 1,479,257 | 24,718 | 7,024 | 334,355 | 2,638 |
| Due To Other Funds | 1,032 | 888 | 266 | 11,599 | 112 |
| Total Current Liabilities | <u>2,077,007</u> | <u>35,313</u> | <u>10,035</u> | <u>476,924</u> | <u>3,783</u> |
| Compensated Absences Liability-Long Term | 306 | - | - | - | - |
| Total Liabilities | <u>2,077,313</u> | <u>35,313</u> | <u>10,035</u> | <u>476,924</u> | <u>3,783</u> |
| Net Assets Held in Trust For: | | | | | |
| Employees' Pension Benefits, | 9,586,902 | 150,812 | 42,916 | 2,071,573 | 16,152 |
| (See Schedule of Funding Progress on page 45) | | | | | |
| Future Death Benefits | - | - | - | - | - |
| State and Local Units | - | - | - | - | - |
| Total Net Assets | <u>\$ 9,586,902</u> | <u>\$ 150,812</u> | <u>\$ 42,916</u> | <u>\$ 2,071,573</u> | <u>\$ 16,152</u> |

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

| Legislators' Retirement System | | Other Employee Benefit Trust Funds | | Investment Trust Fund | | | |
|--------------------------------|---------------------------|--|-------------------------------------|-----------------------|----------------------|----------------------|--|
| Defined Benefit Plan | Defined Contribution Plan | Public Safety Officers' Death Benefit Fund | State Employees' Death Benefit Fund | Pension Relief Fund | 2004 Totals | 2003 Totals | |
| \$ 248 | \$ 2,029 | \$ 186 | \$ 464 | \$ 3,171 | \$ 569,493 | \$ 682,589 | |
| 766 | 1,497 | 59 | 775 | 51,065 | 1,902,154 | 759,750 | |
| - | - | - | - | - | 108,973 | 101,309 | |
| 16 | 34 | 25 | 58 | 3,548 | 42,446 | 45,680 | |
| 52 | 32 | 50 | 215 | 150 | 17,364 | 6,837 | |
| 161 | 314 | 201 | 77 | 3,512 | 392,098 | 263,756 | |
| - | 588 | - | - | - | 588 | 580 | |
| - | - | - | - | - | 7,448 | 5,825 | |
| <u>229</u> | <u>968</u> | <u>276</u> | <u>350</u> | <u>7,210</u> | <u>568,917</u> | <u>423,987</u> | |
| 654 | 1,279 | 1,142 | 2,376 | 88,504 | 1,672,196 | 1,301,896 | |
| 212 | 414 | 884 | 1,861 | 92,574 | 606,631 | 1,067,975 | |
| 2,758 | 6,897 | - | - | 141,019 | 6,963,949 | 4,668,767 | |
| 150 | 448 | - | - | - | 371,418 | 1,087,392 | |
| 32 | 63 | - | - | 12,748 | 90,947 | 97,058 | |
| 308 | 607 | 34 | 45 | 54,881 | 798,415 | 1,242,966 | |
| 429 | 4,480 | - | - | - | 1,266,441 | 436,374 | |
| 37 | 72 | 48 | 395 | - | 89,567 | 193,423 | |
| 13 | 25 | 118 | 78 | - | 31,428 | 51,651 | |
| 8 | 16 | - | - | - | 19,673 | 12,189 | |
| - | - | - | - | - | 5,396 | 5,396 | |
| <u>4,601</u> | <u>14,301</u> | <u>2,226</u> | <u>4,755</u> | <u>389,726</u> | <u>11,916,061</u> | <u>10,165,087</u> | |
| <u>5,844</u> | <u>18,795</u> | <u>2,747</u> | <u>6,344</u> | <u>451,172</u> | <u>14,956,625</u> | <u>12,031,413</u> | |
| - | - | 1 | 2 | - | 7,014 | 6,285 | |
| - | - | - | - | - | 188 | 312 | |
| - | - | 300 | - | - | 300 | - | |
| 300 | 586 | 174 | 70 | 3,843 | 728,686 | 651,722 | |
| - | - | - | - | - | 10,261 | 7,479 | |
| 766 | 1,497 | 59 | 775 | 51,065 | 1,902,154 | 759,750 | |
| 117 | 412 | 379 | 79 | 2,480 | 17,364 | 6,837 | |
| <u>1,183</u> | <u>2,495</u> | <u>913</u> | <u>926</u> | <u>57,388</u> | <u>2,665,967</u> | <u>1,432,385</u> | |
| - | - | - | - | - | 306 | 237 | |
| <u>1,183</u> | <u>2,495</u> | <u>913</u> | <u>926</u> | <u>57,388</u> | <u>2,666,273</u> | <u>1,432,622</u> | |
| 4,661 | 16,300 | - | - | - | 11,889,316 | 10,170,378 | |
| - | - | 1,834 | 5,418 | - | 7,252 | 7,877 | |
| - | - | - | - | 393,784 | 393,784 | 420,536 | |
| <u>\$ 4,661</u> | <u>\$ 16,300</u> | <u>\$ 1,834</u> | <u>\$ 5,418</u> | <u>\$ 393,784</u> | <u>\$ 12,290,352</u> | <u>\$ 10,598,791</u> | |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Combined Statement of Changes in Fiduciary Net Assets

For the Year Ended June 30, 2004 (with Comparative Totals for the Year Ended June 30, 2003)

Pension Trust Funds

(Dollars in Thousands)

| | Public Employees' Retirement Fund | Judges' Retirement System | Excise Police and Conservation Officers' Retirement Plan | 1977 Police Officers' and Firefighters' Pension and Disability Fund | Prosecuting Attorneys' Retirement Fund |
|--|--|---------------------------------|--|---|---|
| Additions | | | | | |
| Contributions | | | | | |
| Members | \$ 135,963 | \$ 1,560 | \$ 74 | \$ 28,029 | \$ 900 |
| Employers | 234,918 | 12,965 | 2,120 | 98,489 | 933 |
| Additions from Cities and Towns | - | - | - | - | - |
| Other Contributions from State of Indiana: | | | | | |
| Cigarette Tax | - | - | - | - | - |
| Alcohol Tax | - | - | - | - | - |
| Bail Bond Fees | - | - | - | - | - |
| Lottery Fees | - | - | - | - | - |
| Total Contributions | <u>370,881</u> | <u>14,525</u> | <u>2,194</u> | <u>126,518</u> | <u>1,833</u> |
| Investment Income: | | | | | |
| Investment Income (Loss) | 1,375,799 | 21,091 | 6,029 | 282,463 | 2,181 |
| Securities Lending Income | 9,505 | 157 | 44 | 2,112 | 16 |
| Less Investment Expense: | | | | | |
| Securities Lending Expenses | (7,315) | (121) | (34) | (1,629) | (13) |
| Other Investment Expenses | (26,779) | (347) | (68) | (4,698) | (37) |
| Net Investment Income | <u>1,351,210</u> | <u>20,780</u> | <u>5,971</u> | <u>278,248</u> | <u>2,147</u> |
| Other Additions: | | | | | |
| Transfers from Other Retirement Funds | 2,364 | - | - | - | - |
| Late Fees and Miscellaneous Income | 18 | 1 | - | 141 | - |
| Total Other Additions | <u>2,382</u> | <u>1</u> | <u>-</u> | <u>141</u> | <u>-</u> |
| Total Additions | <u>1,724,473</u> | <u>35,306</u> | <u>8,165</u> | <u>404,907</u> | <u>3,980</u> |
| Deductions | | | | | |
| Pension and Disability Benefits | 361,454 | 9,041 | 1,821 | 34,659 | 357 |
| Death Benefits | - | - | - | 58 | - |
| Refunds of Contributions and Interest | 32,906 | 45 | - | 2,465 | - |
| Transfers to Other Retirement Funds | 2,781 | - | - | - | - |
| Pension Relief Distributions | - | - | - | - | - |
| Local Unit Withdrawals | - | - | - | - | - |
| Administrative Expenses | 13,418 | 197 | 63 | 2,405 | 25 |
| Total Deductions | <u>410,559</u> | <u>9,283</u> | <u>1,884</u> | <u>39,587</u> | <u>382</u> |
| Change in Net Assets Held in Trust for: | | | | | |
| Pension Benefits | 1,313,914 | 26,023 | 6,281 | 365,320 | 3,598 |
| State and Local Units | - | - | - | - | - |
| Future Death Benefits | - | - | - | - | - |
| Net Assets Beginning of Year | <u>8,272,988</u> | <u>124,789</u> | <u>36,635</u> | <u>1,706,253</u> | <u>12,554</u> |
| Net Assets End of Year | <u>\$ 9,586,902</u> | <u>\$ 150,812</u> | <u>\$ 42,916</u> | <u>\$ 2,071,573</u> | <u>\$ 16,152</u> |

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

| Legislators' Retirement System | | Other Employee Benefit Trust Funds | | Investment Trust Fund | | | |
|--------------------------------|---------------------------|--|-------------------------------------|-----------------------|----------------------|----------------------|--|
| Defined Benefit Plan | Defined Contribution Plan | Public Safety Officers' Death Benefit Fund | State Employees' Death Benefit Fund | Pension Relief Fund | 2004 Totals | 2003 Totals | |
| \$ - | \$ 1,329 | \$ - | \$ - | \$ - | \$ 167,855 | \$ 162,866 | |
| 206 | - | - | - | - | 349,631 | 324,150 | |
| - | - | - | - | - | - | - | |
| - | - | - | - | 29,090 | 29,090 | 34,844 | |
| - | - | - | - | 2,605 | 2,605 | 2,507 | |
| - | - | 22 | - | - | 22 | 11 | |
| - | - | - | - | 30,000 | 30,000 | 30,000 | |
| <u>206</u> | <u>1,329</u> | <u>22</u> | <u>-</u> | <u>61,695</u> | <u>579,203</u> | <u>554,378</u> | |
| 676 | 1,974 | 2 | 27 | 19,784 | 1,710,026 | 483,428 | |
| 5 | 8 | 2 | 8 | 3,288 | 15,145 | 5,186 | |
| (4) | (6) | (2) | (6) | (442) | (9,572) | (2,838) | |
| <u>(31)</u> | <u>(2)</u> | <u>(6)</u> | <u>(13)</u> | <u>(890)</u> | <u>(32,871)</u> | <u>(20,157)</u> | |
| <u>646</u> | <u>1,974</u> | <u>(4)</u> | <u>16</u> | <u>21,740</u> | <u>1,682,728</u> | <u>465,619</u> | |
| - | - | - | - | - | 2,364 | 1,774 | |
| - | 36 | - | - | - | 196 | 498 | |
| - | 36 | - | - | - | 2,560 | 2,272 | |
| <u>852</u> | <u>3,339</u> | <u>18</u> | <u>16</u> | <u>83,435</u> | <u>2,264,491</u> | <u>1,022,269</u> | |
| 263 | - | - | - | - | 407,595 | 365,728 | |
| - | - | 600 | 50 | 300 | 1,008 | 500 | |
| - | 103 | - | - | - | 35,519 | 32,506 | |
| - | - | - | - | - | 2,781 | 3,847 | |
| - | - | - | - | 103,463 | 103,463 | 96,417 | |
| - | - | - | - | 6,004 | 6,004 | 4,864 | |
| <u>24</u> | <u>-</u> | <u>3</u> | <u>6</u> | <u>421</u> | <u>16,562</u> | <u>11,263</u> | |
| <u>287</u> | <u>103</u> | <u>603</u> | <u>56</u> | <u>110,188</u> | <u>572,932</u> | <u>515,125</u> | |
| 565 | 3,236 | - | - | - | 1,718,937 | 505,615 | |
| - | - | - | - | (26,753) | (26,753) | 1,132 | |
| - | - | (585) | (40) | - | (625) | 397 | |
| <u>4,096</u> | <u>13,064</u> | <u>2,419</u> | <u>5,458</u> | <u>420,537</u> | <u>10,598,793</u> | <u>10,091,647</u> | |
| <u>\$ 4,661</u> | <u>\$ 16,300</u> | <u>\$ 1,834</u> | <u>\$ 5,418</u> | <u>\$ 393,784</u> | <u>\$ 12,290,352</u> | <u>\$ 10,598,791</u> | |

Notes to the Financial Statements

June 30, 2004

Note 1. Summary of Significant Accounting Policies

The following are the significant accounting policies followed by The Public Employees' Retirement Fund of Indiana Board of Trustees (PERF):

(A) Reporting Entity

The Public Employees' Retirement Fund of Indiana Board of Trustees is an independent body corporate and politic exercising essential government functions. The financial statements presented in this report present only those funds that the PERF Board has responsibility for and are not intended to present the financial position or results of operations of the State of Indiana or all of the retirement and benefit plans administered by the State. Although PERF is not a state agency, it is a component unit of the State of Indiana for financial statement reporting purposes.

The following funds are included in the financial statements: Public Employees' Retirement Fund, Judges' Retirement System, Excise Police and Conservation Enforcement Officers' Retirement Plan, 1977 Police Officers' and Firefighters' Pension and Disability Fund, Prosecuting Attorneys' Retirement Fund, Legislators' Defined Benefit Plan, Legislators' Defined Contribution Plan, Public Safety Officers' Special Death Benefit Fund, State Employees' Death Benefit Fund, and the Pension Relief Fund. See Notes 2 and 3 for descriptions of these funds.

(B) Basis of Presentation

The financial statements of PERF have been prepared using fund accounting in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standards setting body for established governmental accounting and financial reporting principles. GASB Statement 25 has been implemented for the defined benefit pension plans.

(C) Fund Accounting

PERF uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

The PERF Board administers seven pension trust funds. In addition, the PERF Board also administers the Pension Relief Fund, which is accounted for as an investment trust fund, and two death benefit funds, accounted for as other employee benefit trust funds. For descriptions of these funds see Notes 2 and 3. The PERF Board also has general fund accounts on the Auditor of State's accounting system. These are used to transfer general fund appropriations to certain funds. The accounts themselves are not included in these

financial statements but the appropriations are included as contributions in the funds for which the appropriations were made.

Fiduciary funds, including pension trust, investment trust, and other employee benefit trust funds, account for assets held by the government in a trustee capacity or as an agent on behalf of others. The pension trust, the other employee benefit trust funds, and the investment trust funds are accounted for on the flow of economic resources measurement focus and the accrual basis of accounting.

(D) Basis of Accounting

The records of PERF are maintained on a cash basis. The accrual basis is used for financial statement reporting purposes. Receivables and liabilities are not maintained on the accounting records, but are calculated or estimated for financial statement reporting purposes based on the date they were incurred.

(E) Contributions

Contributions are considered due when the related payroll is issued by the employer. Employers are not required to submit the contributions until the month following the end of the quarter. The estimates for contribution receivable at year-end for each of the retirement funds were determined on the basis that best represents that fund's receivable. The different bases include actual third quarter contributions received during the quarter ended June 30, 2004, actual contributions received in July for workdays in June, or a combination of the two. Legislators receive the majority of their pay in January and February and the contributions are transferred on the pay dates. Therefore, no receivable is established for the legislators' retirement funds.

(F) Benefits and Refunds

Benefits are recognized each month as benefits are paid. First checks are issued after processing the retirement application. Refunds are recognized each month as benefits are paid.

(G) Administrative Expenses

A budget for the administrative expenses of PERF is prepared and is approved by the Board of Trustees. Administrative expenses are paid from investment earnings.

The Public Employees' Retirement Fund (PERF Fund) pays the administrative expenses of all the funds. Records of the expenses are maintained and at June 30 a receivable is established in the PERF Fund and a payable in the other funds for the amount due to the PERF Fund for the other funds' administrative expenses. The Legislators' Defined Contribution Plan is not provided funds or a method to pay administrative expenses. Therefore, the Legislators' Defined Benefit Plan covers the administrative costs of both funds.

Notes to the Financial Statements

June 30, 2004 (continued)

(H) Deposits and Investments

The Treasurer of State acts as the official custodian of the cash and securities of the funds, except for securities held by banks or trust companies under custodial agreements with PERF. The Board of Trustees contract with investment counsel, trust companies, or banks to assist PERF in its investment program. The Board is required to diversify investments in accordance with prudent investment standards. Investment guidelines, issued by the Board, contain limits and goals for each type of investment portfolio and specify prohibited transactions. The investment guidelines authorize investments of: U.S. Treasury and Agency obligations, U.S. Government Securities, corporate bonds, notes and debentures, common stocks, repurchase agreements secured by U.S. Treasury obligations, mortgage securities, commercial paper, banker's acceptances, and other such investments.

(I) Method Used to Value Investments

GASB 25 requires that investments of defined benefit plans be reported at fair value. Short-term investments are reported at market value when available, or at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the official closing price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. For investments where no readily available market value exists, management, in consultation with their investment advisors, has determined the fair values for the individual investments. The buildings purchased as investments by the Public Employees' Retirement Fund (PERF Fund) are reported at cost, as there has not been a recent independent appraisal. The buildings are immaterial to the total investments of PERF.

(J) Investment Unit Trust Accounting

In order to provide a consolidated rate of return for the pension funds, and effectively invest in a diversified manner, the Board of Trustees directed that investment unit trust accounting be implemented and that the investments be commingled as allowed by State statutes. Unit trust accounting involved assigning units to each fund based on the share of the fund's investment fair value to the total fair value of the consolidated investments. The custodian bank prepares consolidated bank statements and fund statements that show the unit trust accounting activity. Investment earnings and appreciation increase the per unit value of all participating funds. Deposits and withdrawals for each fund change the number of units held by each fund. These changes are recorded at the unit value on the transaction date. Investment earnings or losses and fees for the total consolidated fund are allocated to each of the pension funds on a monthly basis using the pro rata fair value share at month end.

The Consolidated Retirement Investment Fund (CRIF) is an internal investment pool as defined by GASB. It is comprised of

investment bank accounts that are maintained individually for each of the contracted investment managers. The CRIF included all investments and transactions of the pension funds, except for the PERF Fund members' annuity savings accounts directed outside the guaranteed fund, the real estate investments and two short-term investment accounts for building maintenance and checking. The Legislators' Defined Contribution Plan members' account balances directed to the consolidated fund option are also included in the CRIF. The non-retirement funds administered by PERF are not included in the CRIF.

In accordance with GASB criteria for internal investment pools, the assets and liabilities of the CRIF were allocated pro rata to each of the retirement funds within the pool. This includes cash equivalents, securities lending collateral, accounts receivable and payable to brokers, accrued interest, and the investment holdings. The financial statements recognize the investment purchases and sales on the trade date as required by GASB.

The PERF Fund members' annuity savings accounts and the Legislators' Defined Contribution Plan members' accounts directed to the bond fund, S&P 500 Index stock fund, and international stock fund were included with those portfolios maintained for the consolidated fund investments. The pension relief fund also invests in the S&P 500 Index stock fund. The unit trust method is used to separately account for the transactions and balances owned by the CRIF and those owned by the PERF Fund members' annuity savings accounts, the Legislators' Defined Contribution Plan members' accounts, and the Pension Relief Fund. This was also implemented and accounted for through the custodian bank.

(K) Real Estate Investment

PERF does not recognize depreciation on the buildings owned at 125 and 143 West Market Street, Indianapolis, or the fixed assets relating to the buildings' operations, as they were purchased for investment purposes. At June 30, 2004, the buildings are legally owned by Market Capital Ventures, LLC. The Public Employees Retirement Fund of Indiana is the only member of the Limited Liability Corporation. In September 2004, the 125 building was sold for \$1,375,000. PERF will rent part of the basement for up to one year. At the September 17, 2004, board meeting the PERF board approved a resolution to dissolve the Market Capital Ventures, LLC and thus returning the ownership of the 143 building back to PERF.

(L) Other Investments

Other Investments includes warrants, overdrafts, and investment in shares of limit liability partnerships. It also includes \$500,000 advanced to the Indiana Pension Systems, Incorporated (IPSI). IPSI is a joint venture between PERF and Teachers Retirement Fund (TRF) created to provide information technology services to PERF and TRF.

Notes to the Financial Statements

June 30, 2004 (continued)

(M) Equipment

Equipment with a cost of \$20,000 or more is capitalized at the original cost and depreciation is recognized in the Administrative Expenses. Depreciation is computed on the straight-line method over the estimated ten-year life of all assets. PERF had no capitalized equipment as of June 30, 2004.

(N) Inventories

Inventories of consumable supplies are not recognized on the balance sheet since they are considered immaterial. Purchases of consumable supplies are recognized as expenses at the time of purchase.

(O) Reserves and Designations

The following are the legally required reserves and other designations of fund equity:

1. Member Reserve – The members' reserve represents member contributions made by or on behalf of the members plus any interest distributions, less amounts refunded or transferred to the Benefits in Force reserve for retirement, disability, or other benefit. For the PERF Fund, this reserve is the members' annuity savings accounts.
2. Employer Reserve – This reserve consists of the accumulated employer contributions plus earnings distributions less transfers made to the benefits in force reserve of the actuarial pension cost.
3. Benefits in Force – This reserve represent the actuarially determined present value of future benefits for all members who are currently retired or disabled. The accumulated contributions of the members are transferred to the reserve upon retirement or disability. The remainder of the actuarial pension cost is transferred from the employer reserve to fund the benefits.
4. Undistributed Investment Income Reserve – This reserve was credited with all investment earnings. Interest transfers have been made annually to the other reserves as allowed or required by the individual funds' statutes. The transfers are at rates established by the Board of Trustees, statutes, or the actual earning rates for certain investment options, depending on the statutes of the individual funds. The budget for the next fiscal year is transferred to the Administrative Expense designation. Any remaining balance (positive or negative) is transferred to the Employer Reserve and allocated to the employer(s) of the fund. Undistributed Investment Income Reserve is then zero at June 30.
5. Unreserved – This reserve represents the unfunded actuarial accrued liability for non-retired participants, determined by the fund's actuary, as of the date of the last valuation. (A positive number represents that the fund is fully funded.)

6. Administrative Expense – This designation represents the following fiscal year's administrative budget. This is only in the PERF fund, which initially pays all administrative expenses. The budget for the fiscal year ending June 30, 2005 is \$56,195 (in thousands).

(P) Compensated Absences

PERF's full-time employees are permitted to accumulate earned but unused vacation and sick pay benefits. Vacation leave accumulates at the rate of one day per month and sick leave at the rate of one day every two months plus an extra day every four months. Bonus vacation days are awarded upon completion of 5, 10 and 20 years of employment with the State of Indiana. Personal leave days are earned at the rate of one day every four months; any personal leave accumulated in excess of three days automatically becomes part of the sick leave balance. Upon separation from service, employees in good standing will be paid for a maximum of 30 unused vacation leave days.

No liability is reported for unpaid accumulated sick leave. Vacation and personal leave and the salary-related payments that are expected to be liquidated are reported as Compensated Absences Liability.

(Q) Transfers From and To Teachers' Retirement Fund

If a member was last employed in a PERF covered position, PERF will use the member's Teachers' Retirement Fund (TRF) service and Annuity Savings Account balance at the time of retirement to calculate the member's retirement benefit. Likewise, if a member was last employed in a TRF covered position, TRF will use the member's PERF service and Annuity Savings Account balance. The respective fund sets up a receivable for both the Annuity Savings Account and the calculated reserve for the pension for those members retiring from their fund with service in the other fund. The receivable is included as a line item in the Receivable section of the Combined Statement of Fiduciary Net Assets. Likewise, a payable is set up for the amount due to the other fund. This can be found in the Liabilities sections of the Combined Statement of Fiduciary Net Assets.

Notes to the Financial Statements

June 30, 2004 (continued)

Note 2. Retirement Plans

The following is a brief description of each of the retirement funds and plans:

(A) Public Employees' Retirement Fund

The Public Employees' Retirement Fund (PERF Fund) is an agent multiple-employer public employee retirement system and a defined benefit plan that acts as a common investment and administrative agent for units of state and local governments in Indiana. Established by the Indiana Legislature in 1945 and governed by IC 5-10.2 and IC 5-10.3, this trust fund provides a retirement program for most officers and employees of the State of Indiana who are not eligible for another program.

The fund also covers many officers and employees of municipalities of the State, including counties, cities, towns, townships and school corporations. The political subdivisions become participants by ordinance or resolution of the governing body, which specifies the classifications of employees who will become members of the fund, and is filed with and approved by the PERF Board of Trustees. In order to be a member, employees hired after June 30, 1982 must occupy positions normally requiring performance of service of one thousand hours during a year. School corporation employees, however, as well as those hired before July 1, 1982 must occupy positions requiring service of six hundred hours during a year.

At June 30, 2004, the number of participating political subdivisions was 1,137. The PERF Fund membership at July 1, 2003 consisted of:

| | |
|--|--------------------|
| Retirees, disabilitants, and beneficiaries receiving benefits | 52,956 |
| Terminated employees entitled to benefits but not yet receiving them | 11,897 |
| Active employees: vested and non-vested | 143,082 |
| Total | <u>207,935</u> |
| Total covered payroll (in thousands) | <u>\$4,038,680</u> |

The PERF Fund retirement benefit consists of the sum of a defined pension benefit provided by employer contributions plus the amount credited to the member's annuity savings account. The mandatory employer contribution is a percentage of payroll, determined by PERF's actuary, necessary to fund the pension benefit in accordance with IC 5-10.2-2-11. The annuity savings account consists of the member's contributions, set by statute at three percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member. In addition, members may elect to make additional voluntary post-tax contributions of up to 10 percent of their compensation into their annuity savings account.

At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account instead of receiving the amount as an annuity. The annuity savings account may be withdrawn at any time should a member terminate employment prior to retirement. Withdrawal of the annuity savings account prior to retirement results in forfeiture of the related pension benefit. All benefits vest after 10 years of creditable service. The vesting period is 8 years for certain elected county officials. When benefit rights are vested, members may retain them even if they withdraw from active service before normal retirement age.

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and, as such, is entitled to 100 percent of the pension benefit component. This annual pension benefit is equal to 1.1 percent times the average annual compensation times the number of years of PERF covered employment. The average annual compensation in this calculation is an average of the member's highest 20 calendar quarters' salaries during PERF covered employment. Member contributions paid by the employer on behalf of the member and severance pay up to \$2,000 are included as part of the member's salary.

A member who has reached at least age 50 and has 15 years of creditable service is eligible for early retirement with a reduced pension, ranging from 44 percent to 99 percent of the pension benefit described above. However, a member who is at least 55 years old and the member's age plus number of years of PERF covered employment is at least 85 is entitled to 100 percent of the benefits as defined in the preceding paragraph.

The PERF Fund also provides disability and survivor benefits. A member who has at least five years of creditable service and becomes disabled while in active service may retire for the duration of the disability if the member has qualified for Social Security disability benefits and has furnished proof of the qualification. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. Upon the death in service of the member with 15 or more years of creditable service, a survivor benefit may be paid to the spouse or designated dependent beneficiary. This payment is equal to the benefit which would have been payable to a beneficiary if the member had retired at age 50 or at his death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits.

Notes to the Financial Statements

June 30, 2004 (continued)

(B) Judges' Retirement System

The Judges' Retirement System is a single employer public employee retirement system and a defined benefit plan, established in 1953, and is governed by IC 33-38-6 and -7. Coverage is for any person who has served, is serving, or shall serve as a regular judge of the Supreme Court of the State of Indiana, Circuit Court of any Judicial Circuit, Indiana Tax Court, or County Courts, including: Circuit, Superior, Criminal, Probate, Juvenile, Municipal and County Court. IC 33-38-8 applies to judges beginning service after August 31, 1985.

Retirement, permanent disability, and death benefits are provided by the Judges' Retirement System. Retirement benefits vest after 8 years of creditable service. Judges who retire at or after age 65 with 8 years of creditable service are entitled to an annual retirement annuity, payable monthly for life, in an amount calculated in accordance with statutes.

A reduced amount is paid for early retirements that may be selected upon attainment of age 62. There is no vesting requirement for permanent disability benefits. Surviving spouses or dependent children are entitled to benefits for life, or until attainment of age eighteen, if the participant had qualified to receive a retirement or disability annuity or had completed at least 10 years of service and was in service as a judge.

At July 1, 2003, the Judges' Retirement System membership consisted of:

| | |
|--|------------------|
| Retirees, disabilitants, and beneficiaries receiving benefits | 278 |
| Terminated employees entitled to benefits but not yet receiving them | 67 |
| Active employees: vested and non-vested | <u>258</u> |
| Total | <u>603</u> |
| Total covered payroll (in thousands) | <u>\$ 25,400</u> |

Member contributions are established by statute at six percent of total statutory compensation and are deducted from the member's salary or paid by the employer, and remitted by the Auditor of State or County Auditor. However, no contribution is required and no such amounts shall be paid on behalf of any participant for more than twenty-two years.

Employer contributions are determined by the Indiana General Assembly as biennial appropriations from the State's General Fund. Indiana Code 38-6-17 provides that this appropriation only include sufficient funds to cover the aggregate liability of the fund for benefits to the end of the biennium, on an actuarially funded basis. The statutes also provide for remittance of docket fees and court fees. These are considered employer contributions.

(C) Excise Police and Conservation Enforcement Officers' Retirement Plan

The Excise Police and Conservation Enforcement Officers' Retirement Plan (E&C) was established in 1972 by IC 5-10-5.5 as amended. The retirement fund is a single employer defined benefit plan. The retirement fund is for employees of the Indiana Department of Natural Resources and the Indiana Alcohol and Tobacco Commission who are engaged exclusively in the performance of law enforcement duties.

The E&C Plan provides retirement, disability, and survivor benefits. Retirement and survivor benefits vest after fifteen years of creditable service. Each participant is required to retire on or before the first day of the month following the participant's sixtieth birthday. A participant who is at least 55 years of age and the sum of the participant's years of creditable service and age in years equals at least 85 may retire and become eligible for benefits. A step rate benefits formula specified by statute is used to calculate benefits that are payable monthly for life. A reduced benefit is provided for early retirements that are elected upon attainment of age forty-five with 15 years of creditable service.

Surviving parents or the spouse are entitled to benefits for life generally equal to 50 percent of the amount the participant would have received if retired. Surviving unmarried children are entitled to benefits equal to their proportionate share of the amount the participant would have received if retired. This benefit will continue until the child reaches 18 years of age or marries.

There is no vesting requirement for entitlement to the plan's permanent and temporary disability benefits. The benefit amount is greater if the disability arose in the line of duty. The benefit is based upon the participant's monthly salary, times the degree of impairment as determined by the disability medical panel, established in accordance with statute.

Members are required by statute to contribute 3 percent of the first \$8,500 of annual salary to the fund. If a member leaves covered employment or dies before 15 years of credited service, accumulated member contributions plus interest as credited by the Board of Trustees are refunded to the member, designated beneficiary, or the member's estate. The State of Indiana, as the employer, is required by statute to contribute the remaining amount necessary to actuarially finance the coverage.

At July 1, 2003 the E&C Plan's membership consisted of:

| | |
|--|------------------|
| Retirees, disabilitants, and beneficiaries receiving benefits | 128 |
| Terminated employees entitled to benefits but not yet receiving them | 4 |
| Active employees: vested and non-vested | <u>254</u> |
| Total | <u>386</u> |
| Total covered payroll (in thousands) | <u>\$ 11,944</u> |

Notes to the Financial Statements

June 30, 2004 (continued)

(D) 1977 Police Officers' and Firefighters' Pension and Disability Fund

The 1977 Police Officers' and Firefighters' Pension and Disability Fund (1977 Fund) is a defined benefit, multiple-employer, cost sharing public employee retirement system. The fund was established in 1977 by IC 36-8-8 to provide coverage to full-time sworn officers of a police force of an Indiana city or town and full-time firefighters employed by an Indiana city, town, township, or county.

A participant is required by statute to contribute 6 percent of a first class officer or firefighter's salary for the term of their employment up to 32 years. The accumulated value of the member's contribution, including interest, may be withdrawn if the member terminates employment prior to completing 20 years of service. The fund's actuary determines employer contributions.

A member who retires at or after the age of 52, with 20 years of service, is entitled to 50 percent of the prevailing salary of a first class officer, as defined by the local unit, plus 1 percent for each 6 month period over 20 years. The maximum benefit is 74 percent of the salary of a first-class officer.

The fund also provides disability and survivor benefits. If an active fund member has a covered impairment, the member is entitled to receive benefits. The statutes define the disability benefits. The benefits may be based on when the member was first hired, the type of impairment, and other factors.

If a member dies while receiving retirement or disability benefits, there are provisions for the surviving spouse and children to receive a portion of the benefits. Each of the member's surviving children is entitled to a monthly benefit equal to 20 percent of the member's monthly benefit until the age of 18. The member's surviving spouse is entitled to a monthly benefit equal to 60 percent during the spouse's lifetime. If there is no eligible surviving spouse or children, a dependent parent or parents may receive 50 percent of the fund member's monthly benefit during their lifetime.

At June 30, 2004, the number of participating employer units totaled 157 (246 police and fire departments).

Membership of the 1977 Fund at January 1, 2003 consisted of:

| | |
|--|-------------------|
| Retirees, disabilitants, and beneficiaries receiving benefits | 1,906 |
| Terminated employees entitled to benefits but not yet receiving them | 82 |
| Active employees: vested and non-vested | 10,737 |
| Total | <u>12,725</u> |
| Total covered payroll (in thousands) | <u>\$ 432,954</u> |

Indiana Code 36-8-8-9 was amended effective July 1, 1998 allowing Firefighters and Police Officers who converted their benefits from the 1925, 1937, or 1953 funds and either were retired or disabled on or before June 30, 1998 to be entitled to receive benefits under the 1977 Fund, using the 1977 Fund's eligibility criteria. The employees were then considered members of the 1977 Fund for the purposes of paying benefits to them, effective for benefits paid on or after October 1, 1998. Due to this law change, 1,256 retirees became a part of the 1977 Fund.

(E) Prosecuting Attorneys' Retirement Fund

The Prosecuting Attorneys' Retirement Fund was established in 1989 by IC 33-14-9. The retirement fund is a single employer defined benefit plan. The retirement fund is for individuals who serve as a prosecuting attorney or chief deputy prosecuting attorney on or after January 1, 1990. These individuals are paid from the General Fund of the State of Indiana.

The Prosecuting Attorneys' Retirement Fund provides retirement, disability, and survivor benefits. A participant is entitled to a retirement benefit if the participant is at least 65 years of age (62 years for reduced benefits), has ceased service as a prosecuting attorney, and is not receiving, nor entitled to receive, any salary from the State for services currently performed.

The amount of the annual retirement benefit for a participant who is at least 65 years of age is the product of the annual salary that was paid to the participant at the time of separation from service, multiplied by a percentage based on the participant's years of service. The percentages range from 30 percent for 10 years of service to 60 percent for 22 or more years of service.

If the participant is at least 62 years of age, the participant is entitled to receive a reduced annual retirement benefit that equals the benefit, as calculated above, reduced by one-fourth percent (0.25 percent) for each month that the participant's age at retirement precedes the participant's sixty-fifth birthday.

Retirement benefits payable to a participant are reduced by the defined benefit portion of the pension, if any, that would be payable to the participant from the Public Employees' Retirement Fund (PERF Fund) if the participant had retired from the PERF Fund on the date the participant's retirement from the Prosecuting Attorneys' Retirement Fund occurred. Members of this fund are also participating members of the PERF Fund with the State paying the 3 percent employee contributions.

Notes to the Financial Statements

June 30, 2004 (continued)

The Prosecuting Attorneys' Retirement Fund also provides disability and survivor benefits. A participant who has at least five years of creditable service and becomes disabled while in active service may retire for the duration of the disability, if the participant has qualified for Social Security disability benefits and has furnished proof of the qualification. The amount of the annual benefit payable to a participant for disability benefits is equal to the product of the annual salary that was paid to the participant at the time of separation from service, multiplied by a percentage based on the participant's years of service. The percentages range from forty percent for five years of service to fifty percent for twenty or more years of service.

The surviving spouse of a participant who dies is entitled to benefits regardless of the participant's age if the participant was: receiving benefits from this fund, serving as a prosecuting attorney or chief deputy prosecuting attorney and had completed at least 10 years of service, or met the requirements for disability benefits.

The surviving spouse is entitled to a benefit for life equal to the greater of seven thousand dollars (\$7,000) or 50 percent of the retirement benefit the participant was drawing at the time of death, or to which the participant would have been entitled, had the participant retired and begun receiving retirement benefits on the date of death with the reductions as necessary for early retirement. If there is not a surviving spouse, there are provisions for dependents to receive benefits.

All disability benefits payable from the Prosecuting Attorneys' Retirement Fund and benefits payable to a surviving spouse or dependent children are reduced by the amounts, if any, that would be payable under the Public Employees' Retirement Fund.

At July 1, 2003 the Prosecuting Attorneys' Retirement Fund membership consisted of:

| | |
|---|------------------|
| Retirees, disabilitants, and beneficiaries receiving benefits | 17 |
| Terminated employees with accrued creditable service | 217 |
| Active employees: vested and non-vested | <u>218</u> |
| Total | <u>452</u> |
| Total covered payroll (in thousands) | <u>\$ 13,159</u> |

(F) Legislators' Retirement System

The Legislators' Retirement System was established in 1989 by IC 2-3.5. The retirement system is for the members of the General Assembly of the State of Indiana.

The Legislators' Retirement System is comprised of two separate and distinct plans. The Legislators' Defined Benefit Plan (IC 2-3.5-4), a single employer-defined benefit plan, applies to each member of the General Assembly who was serving on April 30, 1989 and files an election under IC 2-3.5-3-1(b). The Legislators' Defined Contribution Plan (IC 2-3.5-5) applies to each member of the General Assembly who was serving on April 30, 1989 and files an election under IC 2-3.5-3-1(b), and each member of the General Assembly who is elected or appointed after April 30, 1989.

Legislators' Defined Contribution Plan

A participant of the Legislators' Defined Contribution Plan who terminates service as a member of the General Assembly is entitled to withdraw both the employee and employer contributions. The amount available for withdrawal is the fair market value of the participant's account on the quarter end preceding the date of withdrawal, plus any contributions since the quarter end. Account balances are fully vested to the participants. The withdrawn amount can be paid in a lump sum or as an actuarially equivalent monthly annuity as offered by the Board of Trustees and elected by the participant.

If a participant dies while a member of the General Assembly or after terminating service as a member, but prior to withdrawing from the plan, the participant's account is to be paid to the beneficiary (or beneficiaries) or to the survivors. The amount to be paid is the fair market value of the participant's account (employer and employee contributions) on the quarter end preceding the date of payment, plus contributions since the quarter end.

Each participant shall make employee contributions of 5 percent of salary received for services rendered after June 30, 1989. Employer contributions equal to 20 percent of the annual salary received by each participant for services rendered after June 30, 1989 are to be appropriated from the state's General Fund.

Investments in the members' accounts are individually directed and controlled by plan participants who direct the investment of their account balances among several investment options of varying degrees of risk and earnings potential. The investment options include the consolidated fund, bond fund, money market fund, small cap stock fund, S&P 500 Index stock fund, and international stock fund. Members may make changes to their investment directions quarterly. Investments of the plan are reported at fair value.

Notes to the Financial Statements

June 30, 2004 (continued)

Legislators' Defined Benefit Plan

The Legislators' Defined Benefit Plan provides retirement, disability, and survivor benefits. This plan is closed to new entrants. A participant is entitled to a monthly retirement benefit if the participant is at least 65 years of age (55 years for reduced benefits) or is at least 55 years of age and whose years of service as a member of the General Assembly plus years of age equal at least 85, or is at least 60 years of age and has at least 15 years of service; has terminated service as a member of the General Assembly; has at least 10 years of service as a member of the General Assembly; and is not receiving, nor entitled to receive, compensation from Indiana for work in any capacity.

The monthly retirement benefit is the lesser of (1) 40 dollars (\$40) multiplied by the total years of service completed by the participant as a member of the General Assembly before November 8, 1989, or (2) the highest consecutive three-year average annual salary of the participant under IC 2-3-1-1 at the date the participant's service as a member of the General Assembly is terminated, divided by 12.

A participant who has reached at least age 55 and meets the other requirements stated above is eligible for early retirement with a reduced benefit. The actual reduction is based on the participant's age and ranges from one-tenth of one percent to 56 percent of the monthly retirement as calculated above.

The Legislators' Defined Benefit Plan also provides disability and survivor benefits. A member who has at least 5 years of creditable service and becomes disabled while in active service may retire for the duration of the disability if the member has qualified for social security disability and has furnished proof of the qualification. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. Upon the death of a participant who was receiving retirement benefits, or had completed at least 10 years of service as a member of the General Assembly, or was permanently disabled and receiving disability benefits from the system, the surviving spouse is entitled to receive survivor benefits. The benefits are for life and are equal to 50

percent of the amount of retirement benefits that: (1) the participant was receiving at the time of death or (2) the participant would have been entitled to receive at 55 years of age, or at the date of death, whichever is later. If there is not a surviving spouse, there are provisions for dependents to receive benefits.

The amount required to actuarially fund participants' retirement benefits, as determined by the Board of Trustees on the recommendation of an actuary, is to be appropriated from the state's General Fund for each biennium.

At July 1, 2003 the Legislators' Retirement System's membership consisted of:

| | Defined Benefit | Defined Contribution |
|--|--------------------|-------------------------|
| Retirees, disabilitants, and beneficiaries receiving benefits | 39 | -- |
| Terminated employees entitled to benefits but not yet receiving them | 22 | -- |
| Active employees: vested and non-vested | 55 | 182 |
| Total | <u>116</u> | <u>182</u> |
| Total covered payroll (in thousands) | | <u>\$ 5,185</u> |

A member of the Defined Benefit Plan may also be a member of the Defined Contribution Plan, if the participant is still a member of the General Assembly or has not withdrawn from the Defined Contribution Plan since terminating service as a member of the General Assembly.

Notes to the Financial Statements

June 30, 2004 (continued)

Note 3. Description of Non-Retirement Funds

The following is a brief description of the non-retirement funds administered by PERF:

(A) Pension Relief Fund

The Pension Relief Fund was created by the Indiana General Assembly in 1977 (IC 5-10.3-11). The purpose of the fund is to give financial relief to cities' and towns' pension funds for their police officers and firefighters. The financial relief is needed because cities and towns have to pay benefits to retirees under the old plans (locally administered) and adequately fund those in the 1977 Police Officers' and Firefighters' Pension and Disability Fund.

Distributions are made from the Pension Relief Fund to cities and towns two times per year based on a fixed formula. The distribution is based on two separate computations, the "K portion" and the "M portion." The first is based on the number of retirees and amount of benefits projected to be paid during the current year, and the latter is based on the maximum ad valorem tax levy established for each participating municipality. In addition, distribution from the Pension Relief Fund is made to cover death benefits for surviving spouses of members of the 1925, 1937, and 1953 local pension funds in excess of 30 percent of the salary of a first class patrolman or a first class firefighter.

The Pension Relief Fund also pays a lump sum death benefit of \$150,000. The benefit is paid to the surviving spouse, or if there is no surviving spouse, to the surviving children of a member of the 1977 Fund who dies in the line of duty as defined by 36-8-8-20. If there is no surviving spouse or children, the benefit is paid to the parent or parents in equal shares.

The Pension Relief Fund's additions are derived from contributions from the State for a portion of cigarette and alcohol taxes, a portion of the State's lottery proceeds, and the investment income earned. Cities and towns are permitted to defer receiving their earmarked

relief payments from the Pension Relief Fund. The deferred amounts remain invested in the Fund and are available to those cities and towns at their request. As of June 30, 2004, cities and towns had investments with a market value of \$20,141,250 on deposit in the Pension Relief Fund. In the Fund's financial statements, the earmarked relief payments are reflected as distributions and the deferred amounts are reflected as additions from cities and towns.

(B) Public Safety Officers' Special Death Benefit Fund

B) Public Safety Officers' Special Death Benefit Fund
Indiana Code 5-10-10 established the Special Death Benefit Fund. The fund was established for the purpose of paying a lump sum death benefit of \$150,000 to the surviving spouse or children of a public safety officer (as defined by IC 5-10-10-6) who dies in the line of duty. If there is no surviving spouse or children, the benefit is paid to the parent or parents in equal shares. The fund consists of bail bond fees remitted to the Auditor of State under IC 35-33-8-3.1 and investment earnings of the fund.

(C) State Employees' Death Benefit Fund

Indiana Code 5-10-11 established the State Employees' Death Benefit program. Under the program a death benefit of \$50,000 is to be paid to the surviving spouse, or if there is no surviving spouse, to the surviving children (to be shared equally) of a state employee who dies in the line of duty.

The statute did not establish a method to fund the program. It stated that: "The State shall provide these benefits by purchasing group life insurance or by establishing a program of self-insurance." Effective with the State's pay period ended October 23, 1993, the State assessed state agencies 0.1 percent of gross pay to fund this program. Because of the size of the fund, collection of the assessment ceased November 1999.

Note 4. Contributions Required and Contributions Made

The following is a brief description of the contributions required and the contributions made to each of the retirement funds and plans:

(A) Public Employees' Retirement Fund

The State of Indiana and any political subdivision that elects to participate in the PERF Fund is obligated by statute to make contributions to the plan. The required contributions are determined by the Board of Trustees based on actuarial investigation and valuation. The funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to fund the

pension portion of the retirement benefit (normal cost) and the amortization of unfunded liabilities. The amortization period is 40 years for those employers whose effective date of participation is prior to 1997. The amortization period for employers joining thereafter will be reduced one year per year until 2007 when it will be leveled at 30 years.

The actuarial cost method used in the valuation is the entry age normal cost method in accordance with IC 5-10.2-2-9. Under this method as supplied to the PERF Fund, a normal cost is determined for each active participant which is the level percentage of his compensation needed as an annual contribution from entry age to retirement age to fund his projected benefits.

Notes to the Financial Statements

June 30, 2004 (continued)

The unfunded actuarial accrued liability on any valuation date is the accumulated value of such normal costs for each non-retired participant from entry date to the valuation date less the value of assets for non-retired members at that date. This unfunded actuarial liability is compared to the expected unfunded actuarial accrued liability, which is determined as the prior valuation unfunded liability reduced by scheduled amortization payments and increased by interest at the actuarially assumed rate. Any changes between the actual liability and expected liability due to changes in benefit levels (excluding Cost-of-Living Adjustments, or COLAs), changes in actuarial gains or losses are amortized over a 40-year period (to be reduced to 30 years by 2007, see above) from the date of change. The amortization of the unfunded actuarial liability was restarted with a 30-year term from the effective date of July 1, 2002.

The actuary calculates the net assets using an asset smoothing method for the determination of the employer actuarially required contribution. Under the smoothing method, asset gains or losses above or below the actuarially assumed rate of 7.25% are recognized over a four-year period. A given year's asset gain or loss will be fully recognized by the end of the fourth succeeding year.

Based on the actuarial valuation at July 1, 2003, employer required contributions were \$217,076,848, which included normal cost of \$186,500,290 and a negative \$19,925,578 for amortization of the unfunded actuarial accrued liability. Contributions made by employers for the year ended June 30, 2004, totaled \$234,918,374, which was 5 percent of covered payroll.

The required contribution levels are now determined under the assumption that a two percent COLA will be granted in each future year, applying not only to then current retirees, but also to active employees who have yet to retire. Thus, the full effect of a two percent annual COLA is handled on a pre-funded basis.

(B) Judges' Retirement System

Contribution requirements for the Judges' Retirement System are not actuarially determined but are established by statute (IC 33-13-8-16(a)) and appropriations. The actuarial valuation suggested that the minimum contribution for the fiscal year ended June 30, 2004, was 39.6 percent of anticipated payroll. Employer contributions are appropriated from the State's General Fund.

(C) Excise Police and Conservation Enforcement Officers' Retirement Plan

The funding policy of the Excise Police and Conservation Enforcement Officers' Retirement Plan provides for biennial appropriations authorized by the Indiana General Assembly, which when combined with anticipated member contributions are sufficient to actuarially fund benefits (normal cost), amortize the unfunded accrued liability over 30 years, and prevent the State's unfunded accrued liability from increasing. State statutes define the funding policy. Member contributions, defined by statute as three

percent of the first \$8,500 of annual salary, are remitted to the fund upon each payroll deduction.

Significant actuarial assumptions used to determine contribution requirements included: rate of return on the investment of present and future assets of 7.25 percent per year, compounded annually; projected salary increases of 5 percent per year, compounded annually; and assets valued by smoothed basis.

(D) 1977 Police Officers' and Firefighters' Pension and Disability Fund

The funding policy mandated by statute requires quarterly remittances of member and employer contributions based on percentages of locally established estimated salary rates, rather than actual payroll. The member contribution rate is not actuarially determined, but was established by statute at six percent of the salary of a first class officer or firefighter.

The employer contribution rate is actuarially determined using the entry age normal cost method. The total required to actuarially fund normal cost is reduced by the total estimated member contributions.

As the 1977 Police Officers' and Firefighters' Pension and Disability Fund is a cost sharing system, all risks and costs, including benefit costs, are shared proportionally by the participating employers. All participating employers were required to contribute twenty-one percent of the salary of a first class officer or firefighter during the fiscal year.

The significant actuarial assumptions used to compute the actuarially required employer contribution include: investment earnings of 7.5 percent per year compounded annually; salary increases of 5 percent per year; benefit increases of 3 percent per year while the benefit is in payment status; and no recoveries from disabilities.

(E) Legislators' Retirement System

For the Legislators' Defined Contribution Plan, each participant is required to contribute five percent of his annual salary. In addition, the State of Indiana is required to contribute 20 percent of the member's annual salary on behalf of the participant.

For the Legislators' Defined Benefit Plan, the amount required to actuarially fund participants' retirement benefits, as determined by the Board of Trustees on the recommendation of an actuary, is to be appropriated from the State's General Fund.

(F) Prosecuting Attorneys' Retirement Fund

The amount required to actuarially fund participants' retirement benefits, as determined by the Board of Trustees on the recommendation of an actuary is to be appropriated from the State's General Fund. Members contribute 6 percent of the State-paid portion of their annual salary.

Notes to the Financial Statements

June 30, 2004 (continued)

Note 5. Deposits and Investments

Deposits held in the three demand deposit accounts are carried at cost and are insured up to \$100,000. The deposits in excess of \$100,000 are Category 3, which is uncollateralized. These deposits are not collateralized nor are they required to be by state statute. Deposits held in accounts of our investment custodian are all Category 3. Deposits with the Treasurer of State are entirely insured.

| Cash Deposits (in thousands) | Total | Bank One Benefits | National City | |
|---|-----------|----------------------|---------------|----------|
| | | | Benefits | Admin |
| Demand deposit account – carrying value | \$ 13,644 | \$ 9,813 | \$ 78 | \$ 3,753 |
| Demand deposit account – bank balance | 72,375 | 14,905 | 53,698 | 3,772 |
| Held with Treasurer of State | 12,510 | | | |
| Held with investment custodian: | | | | |
| Time Deposits (nonnegotiable) | 109,837 | | | |

Investments are categorized to give an indication of the level of custodial risk assumed by PERF at June 30, 2004. Investments held by the Master Trustee, as an agent, in the PERF's name are Category 1. Investments may also be categorized as Category 2, which includes uninsured and unregistered investments for which the securities are held by the counter party's trust department or agent in PERF's name; and Category 3, which is defined as uninsured and unregistered investments for which the securities are held by the counter party in PERF's name or held by the counter party's trust department or agent but not in PERF's name.

Underlying securities to the collateral reported on the financial statements are not classified by category of custodial risk, but are presented by type of investment as held by broker dealer under securities loans.

The following are the investments (including cash equivalents) held by the funds at June 30, 2004:

| (Dollars in Thousands) | Category | | | Total Fair Value |
|--|---------------------|-------------|---------------------|----------------------|
| | 1 | 2 | 3 | |
| Common Stock: | | | | |
| Not On Securities Loan | \$ 6,207,937 | \$ – | \$ – | \$ 6,207,937 |
| On Securities Loan | – | – | – | – |
| International Stock | 351,317 | – | – | 351,317 |
| Commercial Paper | 8,818 | – | 254,887 | 263,705 |
| Corporate Debt: | | | | |
| Not On Securities Loan | 518,393 | – | 552,141 | 1,070,534 |
| On Securities Loan | – | – | – | – |
| Foreign Bonds | | | | |
| Not On Securities Loan | 80,490 | – | – | 80,490 |
| On Securities Loan | – | – | – | – |
| Repurchase Agreements | 112,200 | – | 537,468 | 649,668 |
| U.S. Treasury and Agency Obligations: | | | | |
| Not On Securities Loan | 253,371 | – | – | 253,371 |
| On Securities Loan | – | – | 480,503 | 480,503 |
| Mortgage Securities: | | | | |
| Not On Securities Loan | 798,415 | – | – | 798,415 |
| On Securities Loan | – | – | – | – |
| Certificate of Deposit (negotiable) | 1,430 | – | 329,192 | 330,622 |
| Asset Backed | 89,567 | – | 30,011 | 199,578 |
| Commercial Mortgage Back | 31,427 | – | – | 31,427 |
| Other Investments | – | – | 3,931 | 3,931 |
| Totals | <u>\$ 8,453,365</u> | <u>\$ –</u> | <u>\$ 2,188,133</u> | <u>\$ 10,641,498</u> |
| Investments Held by Broker-Dealers Under Securities Loans: | | | | |
| Common Stock | | | | 756,010 |
| International Stock | | | | 20,100 |
| Corporate Debt | | | | 88,237 |
| Foreign Bonds | | | | 10,457 |
| US Treasury and Agency Obligations | | | | 1,004,512 |
| Other Unclassified Investments: | | | | |
| Short Term Investment Fund (open end) | | | | 354,286 |
| Limited Liability Partnerships | | | | 15,741 |
| Mutual Funds (open end) | | | | 1,266,441 |
| Guaranteed Investment Contract | | | | 84,000 |
| Total | | | | <u>\$ 14,241,282</u> |

Notes to the Financial Statements

June 30, 2004 (continued)

Securities Lending

Indiana Code 5-10.2-2-13(d) provides that the PERF Board of Trustees may authorize a custodian bank to enter into a securities lending program agreement under which securities held by the custodian on behalf of PERF may be loaned. The purpose of such a program is to provide additional revenue for PERF.

Statute requires that collateral initially in excess of the total market value of the loaned securities must be pledged by the borrower, and must be maintained at no less than the total market value of the loaned securities. The Board requires that collateral securities and cash be initially pledged at 102 percent of the market value of the securities lent. No more than 40 percent of the Fund's total assets may be lent at one time. The custodian bank and/or its securities lending subagents provide 100 percent indemnification to the Board and the Fund against borrower default, overnight market risk, and fails on the return of loaned securities. Securities received as collateral cannot be pledged or sold by the Board unless the borrower defaults. PERF retains the market value risk with respect to the investment of the cash collateral. Cash collateral investments were subject to the investment guidelines specified by the Board. The Board policy includes that the maximum weighted average days to maturity may not exceed 60. The securities lending agents match the maturities of the investments of cash collateral for the securities loans with stated termination dates. Cash collateral received for open-ended loans that can be terminated on demand are invested with varying maturities.

In the preceding schedule of custodial credit risk, the securities lent at year-end for cash collateral is not classified as to their custodial credit risk. Securities lent for securities collateral are classified according to the category for the collateral.

At fiscal year end, PERF has no credit risk exposure to borrowers because the amount PERF owes the borrowers exceeds the amount the borrowers owe the Fund.

Derivative Financial Instruments

PERF invested in derivative financial investments as authorized by Board policy. A derivative security is an investment whose payoff depends upon the value of other assets such as commodity prices, bond and stock prices, or market index. PERF's investments in derivatives are not leveraged. In the case of an obligation to purchase (long a financial future or a call option), the full value of the obligation is held in cash or cash equivalents. For obligations to sell (short a financial future or a put option), the reference security is held in the portfolio. Derivative transactions involve, to varying degrees, credit risk and market risk. Credit risk is the possibility that a loss may occur because a party to a transaction fails to perform according to terms. Market risk is the possibility that a change in interest or currency rates will cause the value of a financial instrument to decrease or become more costly to settle.

The market risk associated with derivatives, the prices of which are constantly fluctuating, is regulated by imposing strict limits as to the types, amounts, and degree of risk that investment managers may undertake. These limits are approved by the Board of Trustees and senior management, and the risk positions of the investment managers are reviewed on a periodic basis to monitor compliance with the limits. During the year, PERF's derivative investments included foreign currency forward contracts, collateralized mortgage obligations (CMOs), treasury inflation protected securities (TIPS), and futures.

Foreign currency forward contracts are used to hedge against the currency risk in PERF's foreign stock and fixed income security portfolios. A foreign currency forward contract is an agreement to buy or sell a specific amount of a foreign currency at a specified delivery or maturity date for an agreed-upon price. Fluctuations in the market value of foreign currency forward contracts are marked to market on a daily basis. At June 30, 2004 PERF's investments included the following currency forwards balances:

| | <i>(in thousands)</i> |
|---------------------------------------|-----------------------|
| Forward Currency Contract Receivables | \$ 215,274 |
| Forward Currency Contract Payables | \$ 217,439 |

PERF's fixed income managers invest in CMOs to improve the yield or adjust the duration of the fixed income portfolio. As of June 30, 2004, the carrying value of the PERF's CMO holdings totaled \$153,645,623.

Treasury inflation protected securities (TIPS) are used by PERF's fixed income managers to provide a real return against inflation (as measured by the Consumer Price Index). In addition, PERF employs TIPS at the total fund level in order to utilize their diversification benefits. As of June 30, 2004, the carrying value of the System's TIPS holdings totaled \$1,043,998,561.

PERF's investment managers use financial futures to replicate an underlying security or index they wish to hold (sell) in the portfolio. In certain instances, it may be beneficial to own a futures contract rather than the underlying security (arbitrage). Additionally, PERF's investment managers use futures contracts to adjust the portfolios risk exposure. A financial futures contract is an agreement to buy or sell a specific amount at a specified delivery or maturity date for an agreed-upon price. Financial future positions are recorded with a corresponding offset, which results in a carrying value equal to zero. As the market value of the futures contract varies from the original contract price, a gain or loss is recognized and paid to or received from the clearinghouse. The cash or securities to fulfill these obligations are held in the investment portfolio. As of June 30, 2004, the only derivative positions held by PERF are equity index futures.

Notes to the Financial Statements

June 30, 2004 (continued)

Note 6. Commitments for Alternative Investments

The PERF Board of Trustees had approved commitments to fund limited liability partnerships of \$85.9 million as of June 30, 2004. The fund has paid out \$17.9 million of the commitment as of June 30, 2004. The funding period for the entire amount is July 2002 to February 2011.

Note 7. Joint Venture

PERF and the Teachers' Retirement Fund (TRF) are members in the Indiana Pension Systems, Inc (IPSI). IPSI is a tax-exempt non-profit corporation created to provide information technology services to TRF and PERF. A five-member board composed of two TRF appointees, two PERF appointees, and one appointee appointed by PERF or TRF on a rotating basis governs IPSI. The current board is composed of two TRF appointees and three PERF appointees. The board members serve two-year terms. Once the current rotating director's term expires, TRF will appoint the new director. PERF and TRF each contributed \$500,000 in start-up assistance to IPSI. On dissolution of IPSI, the net assets will be distributed equally to TRF and PERF. As of June 30, 2004, IPSI's net assets were \$1,000,000. All IPSI expenditures are paid by IPSI and then billed periodically to TRF and PERF. Because IPSI's only clients are TRF and PERF, and all expenditures made by IPSI are billed to TRF and PERF, IPSI is not expected to have any net operating income for any financial reporting period.

Note 8. Risk Management

PERF is exposed to various risks of loss. These losses include damage to property owned, personal injury or property damage liabilities incurred by an officer, agent or employee, malfeasance and theft by employees, certain employee health and death benefits, and unemployment and worker's compensation costs for employees.

PERF's policy is generally not to purchase commercial insurance for the risk losses to which it is exposed. Instead, it records as an expenditure any loss as the liability is incurred or replacement items are purchased. PERF does purchase a limited amount of insurance to limit the exposure to errors and omissions and (through the property management contractor) purchase fire and casualty insurance relating to the two buildings. There were no losses incurred during the past three fiscal years that were claimed against the insurance. The PERF Board of Trustees administers the State of Indiana's risk financing activity for the State employees' death benefits. Other risk financing activities for the State are administered by other agencies of the State.

Note 9. Required Supplementary Information

The historical trend information designed to provide information about PERF's progress made in accumulating sufficient assets to pay benefits when due is required supplementary information. Required supplementary information is included immediately following the notes to the financial statements. Other supplementary information is presented for the purpose of additional analysis and is not a required part of the general purpose financial statements.

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress (Dollars in Thousands)

| Actuarial Valuation Date | Actuarial Value of Plan Assets (a) | Actuarial Accrued Liability (AAL)-Entry Age (b) | Unfunded AAL or (Funding Excess) (b-a) | Funded Ratio (a/b) | Annual Covered Payroll (c) | Unfunded AAL or (Funding Excess) as a Percentage of Covered Payroll ((b-a)/c) |
|--|------------------------------------|---|--|--------------------|----------------------------|---|
| Public Employees' Retirement Fund | | | | | | |
| 07/01/98 | \$ 6,914,957 | \$ 6,630,151 | \$ (284,806) | 104 % | \$ 3,110,162 | (9) % |
| 07/01/99 | 7,595,266 | 7,075,981 | (519,285) | 107 | 3,250,197 | (16) |
| 07-01-00 | 8,267,657 | 7,699,885 | (567,772) | 107 | 3,482,453 | (16) |
| 07-01-01 | 8,723,304 | 8,305,672 | (417,632) | 105 | 3,587,080 | (12) |
| 07-01-02 | 8,994,854 | 9,066,132 | 71,278 | 99 | 3,785,242 | 2 |
| 07-01-03 | 9,293,952 | 9,034,573 | (259,379) | 103 | 3,952,230 | (7) |
| 1977 and 1985 Judges' Retirement System | | | | | | |
| 07-01-98 | 79,594 | 160,845 | 81,251 | 49 | 30,853 | 263 |
| 07-01-99 | 91,073 | 176,301 | 85,228 | 52 | 30,963 | 275 |
| 07-01-00 | 103,733 | 182,448 | 78,715 | 57 | 30,428 | 259 |
| 07-01-01 | 115,040 | 188,610 | 73,570 | 61 | 29,748 | 247 |
| 07-01-02 | 121,155 | 188,434 | 67,279 | 64 | 25,805 | 261 |
| 07-01-03 | 126,152 | 206,846 | 80,694 | 61 | 25,400 | 318 |
| Excise Police & Conservation Enforcement Officers' Retirement Plan | | | | | | |
| 07-01-98 | 28,663 | 41,679 | 13,016 | 69 | 10,137 | 128 |
| 07-01-99 | 31,510 | 43,368 | 11,858 | 73 | 11,317 | 105 |
| 07-01-00 | 34,368 | 46,272 | 11,904 | 74 | 11,306 | 105 |
| 07-01-01 | 36,921 | 52,024 | 15,103 | 71 | 12,486 | 121 |
| 07-01-02 | 37,360 | 55,884 | 18,524 | 67 | 12,654 | 146 |
| 07-01-03 | 37,286 | 52,006 | 14,720 | 72 | 11,944 | 123 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund | | | | | | |
| 01-01-98 | 1,044,361 | 952,405 | (91,956) | 110 | 291,479 | (32) |
| 01-01-99 | 1,184,905 | 1,315,275 | 130,370 | 90 | 321,348 | 41 |
| 01-01-00 | 1,338,554 | 1,451,454 | 112,900 | 92 | 352,377 | 32 |
| 01-01-01 | 1,491,030 | 1,620,294 | 129,264 | 92 | 389,200 | 33 |
| 01-01-02 | 1,615,245 | 1,808,754 | 193,509 | 89 | 396,246 | 49 |
| 01-01-03 | 1,660,445 | 1,766,846 | 106,401 | 94 | 432,954 | 25 |
| Legislators' Retirement System | | | | | | |
| 07-01-98 | 4,041 | 5,385 | 1,344 | 75 | N/A* | N/A* |
| 07-01-99 | 4,319 | 5,473 | 1,154 | 79 | N/A* | N/A* |
| 07-01-00 | 4,557 | 5,453 | 896 | 84 | N/A* | N/A* |
| 07-01-01 | 4,666 | 5,508 | 842 | 85 | N/A* | N/A* |
| 07-01-02 | 4,446 | 5,503 | 1,057 | 81 | N/A* | N/A* |
| 07-01-03 | 4,200 | 4,948 | 748 | 85 | N/A* | N/A* |
| * Benefit formula is primarily based on service, rather than compensation. | | | | | | |
| Prosecuting Attorneys' Retirement Fund' | | | | | | |
| 07-01-98 | 7,144 | 11,356 | 4,212 | 63 | 11,673 | 36 |
| 07-01-99 | 8,322 | 13,712 | 5,390 | 61 | 12,566 | 43 |
| 07-01-00 | 9,781 | 13,943 | 4,162 | 70 | 13,422 | 31 |
| 07-01-01 | 11,073 | 20,417 | 9,344 | 54 | 13,636 | 69 |
| 07-01-02 | 11,957 | 22,386 | 10,429 | 53 | 14,438 | 72 |
| 07-01-03 | 12,758 | 15,685 | 2,927 | 81 | 13,159 | 22 |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Employer Contributions (Dollars in Thousands)

| Public Employees' Retirement Fund | | |
|-----------------------------------|----------------------------------|---------------------------|
| Year Ended June 30 | Annual Required Contributions | Percentage Contributed |
| 1999 | \$ 167,424 | 121 % |
| 2000 | 159,722 | 135 |
| 2001 | 169,374 | 117 |
| 2002 | 175,820 | 118 |
| 2003 | 217,077 | 98 |
| 2004 | 189,240 | 124 |

| 1977 and 1985 Judges' Retirement System | | |
|---|----------------------------------|---------------------------|
| Year Ended June 30 | Annual Required Contributions | Percentage Contributed |
| 1999 | \$ 11,101 | 100 % |
| 2000 | 11,491 | 102 |
| 2001 | 10,757 | 114 |
| 2002 | 10,320 | 122 |
| 2003 | 9,561 | 139 |
| 2004 | 10,065 | 129 |

| Excise Police & Conservation Enforcement Officers' Retirement Plan | | |
|--|----------------------------------|---------------------------|
| Year Ended June 30 | Annual Required Contributions | Percentage Contributed |
| 1999 | \$ 1,781 | 101 % |
| 2000 | 1,702 | 114 |
| 2001 | 1,718 | 118 |
| 2002 | 2,047 | 93 |
| 2003 | 2,324 | 84 |
| 2004 | 2,190 | 97 |

| 1977 Police Officers' and Firefighters' Pension and Disability Fund | | |
|---|----------------------------------|---------------------------|
| Year Ended December 31 | Annual Required Contributions | Percentage Contributed |
| 1998 | \$ 63,682 | 100 % |
| 1999 | 77,366 | 95 |
| 2000 | 82,655 | 100 |
| 2001 | 91,914 | 93 |
| 2002 | 98,687 | 98 |
| 2003 | 87,253 | 112 |

| Legislators' Retirement System - Defined Benefit Plan | | |
|---|----------------------------------|---------------------------|
| Year Ended June 30 | Annual Required Contributions | Percentage Contributed |
| 1999 | \$ 208 | 97 % |
| 2000 | 187 | 91 |
| 2001 | 178 | 96 |
| 2002 | 206 | 91 |
| 2003 | 234 | 80 |
| 2004 | 95 | 217 |

| Prosecuting Attorneys' Retirement Fund | | |
|--|----------------------------------|---------------------------|
| Year Ended June 30 | Annual Required Contributions | Percentage Contributed |
| 1999 | \$ 390 | 47 % |
| 2000 | 426 | 65 |
| 2001 | 375 | 73 |
| 2002 | 907 | 48 |
| 2003 | 1,129 | 40 |
| 2004 | 144 | 648 |

See accompanying notes to required supplementary information.

Notes to Required Supplementary Information

June 30, 2004

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows.

| | Public Employees' Retirement Fund | 1977 and 1985 Judges' Retirement System | Excise Police & Conservation Enforcement Officers' Retirement Plan |
|-----------------------------------|--|---|---|
| Valuation Date | July 1, 2003 | July 1, 2003 | July 1, 2003 |
| Actuarial Cost Method | Entry Age Normal Cost | Entry Age Normal Cost | Entry Age Normal Cost |
| Amortization Method | Level Dollar, Closed Amortization Period | Level Dollar, Closed Amortization Period | Level Dollar, Closed Amortization Period |
| Remaining Amortization Period | 29 Years | 34 Years | 34 Years |
| Asset Valuation Method | 75% of Expected Actuarial Value Plus 25% of Market Value | Smoothed Market Value Basis | Smoothed Basis |
| Actuarial Assumptions: | | | |
| Investment Rate of Return | 7.25% | 7.25% | 7.25% |
| Projected Salary Increases | Based on PERF experience 1995-2000 | 5% | 5% |
| Post-retirement Benefit Increases | NA | 5% ** | NA |
| Cost of Living Increases | 2% | NA | 2% |
| | 1977 Police Officers' and Firefighters' Pension and Disability Fund | Legislators' Retirement System- Defined Benefit Plan | Prosecuting Attorneys' Retirement Fund |
| Valuation Date | January 1, 2003 | July 1, 2003 | July 1, 2003 |
| Actuarial Cost Method | Entry Age Normal Cost | Accrued Benefit (Unit Credit) | Entry Age Normal Cost |
| Amortization Method | Level Dollar, Open Amortization Period | Level Dollar, Closed Amortization Period | Level Dollar, Open Amortization Period |
| Remaining Amortization Period | 29 Years | 19 Years | 29 Years |
| Asset Valuation Method | Smoothed Basis | Smoothed Market Value Basis | Smoothed Market Value Basis |
| Actuarial Assumptions: | | | |
| Investment Rate of Return | 7.25% | 7.25% | 7.25% |
| Projected Salary Increases | 4% | 3% | 5% |
| Post-retirement Benefit Increases | NA | NA | NA |
| Cost of Living Increases | 2.75% | 2% | NA |

** Benefits are assumed to increase at the rate of 5% per year for the 1977 Benefit System only.

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

OTHER SUPPLEMENTARY INFORMATION

Administrative Expenses Year Ended June 30, 2004 (Dollars in Thousands)

| | |
|--|-----------|
| Personal Services: | |
| Salaries and Wages | \$ 4,273 |
| Employee Benefits | 1,462 |
| Temporary Services | - |
| Total Personal Services | 5,735 |
| Professional Services: | |
| Actuarial Services | 253 |
| Legal Services | 457 |
| Consultants | 3,482 |
| Contractual Services | 12 |
| Information System Development Services | 2,414 |
| Total Contractual and Professional Services | 6,618 |
| Communications: | |
| Telephone | 127 |
| Postage | 592 |
| Printing Expense | 490 |
| Other | 82 |
| Total Communications | 1,291 |
| Miscellaneous: | |
| Data Processing | 118 |
| Travel | 38 |
| Supplies and Maintenance | 1,851 |
| Dues and Subscriptions | 16 |
| Office Supplies | 63 |
| Office Equipment | 232 |
| Other | 600 |
| Total Miscellaneous | 2,918 |
| Total Administrative Expenses | \$ 16,562 |
| Allocation of Administrative Expenses: | |
| Public Employees' Retirement Fund | 13,418 |
| Judges' Retirement System | 197 |
| Excise Police and Conservation Enforcement Officers' Retirement Plan | 63 |
| 1977 Police Officers' and Firefighters' Pension & Disability Fund | 2,405 |
| Prosecuting Attorneys' Retirement Fund | 25 |
| Legislators' Retirement System – Defined Benefit Plan | 24 |
| Public Safety Officers' Death Benefit Fund | 3 |
| State Employees' Death Benefit Fund | 6 |
| Pension Relief Fund | 421 |
| Total Administrative Expenses Allocation | \$ 16,562 |

Investment Expenses

Year Ended June 30, 2004 (Dollars in Thousands)

Investment Expenses

Custodial and Consulting

| | | |
|------------------------------------|------------------------------|-----|
| Mercer Investment Consulting | Investment Consulting | 337 |
| J. P. Morgan Investment Management | Custodial Fees | 431 |
| Strategic Investment Solutions | Investment Consulting | 169 |
| Burnley Associates | Investment Consulting | 85 |
| Wilshire Associates | Investment Analysis Software | 27 |

Domestic Equity

| | | |
|---------------------------------------|------------------------------------|-------|
| Turner Investment Partners | Equity - Large Cap Growth | 3,224 |
| Osprey Partners Investment Management | Equity - Small and Large Cap Value | 2,947 |
| Brandes Investment Partners | Equity - Mid Cap Value | 1,958 |
| Numeric | Equity - Small Cap Value | 1,885 |
| Times Square Capital Management | Equity - Small Cap Growth | 1,468 |
| Brown Capital Management | Equity - Mid Cap Growth | 1,399 |
| Strong Capital Management | Equity - Mid Cap Growth | 1,075 |
| Sands Capital Management | Equity - Large Cap Growth | 979 |
| Merrill Lynch Investment Managers | Equity - Large Cap Value | 714 |
| Dimensional Fund Advisors | Equity - Small Cap Enhanced | 1 |

International Equity

| | | |
|---------------------------------|-------------------------------|-------|
| Baillie Gifford and Company | Equity - International Growth | 1,139 |
| Barclays Global Investors | Equity - International Core | 5,124 |
| Delaware International Advisors | Equity - International | 551 |
| GE Asset Management | Equity - International | 251 |

Global Equity

| | | |
|--------------------------------|------------------------|-------|
| Invesco | Equity - Global Core | 1,376 |
| Capital Guardian Trust Company | Equity - Global Growth | 1,365 |
| Brandes Investment Partners | Equity - Global Value | 1,313 |

Fixed Income

| | | |
|------------------------------------|-----------------------------------|-------|
| Western Asset Management Company | Fixed Income - Core Opportunistic | 1,063 |
| BlackRock Financial Management | Fixed Income - Core Opportunistic | 805 |
| Taplin, Canida & Habacht | Fixed Income - Active | 539 |
| Reams Asset Management Company | Fixed Income - Active | 462 |
| Hughes Capital Management | Fixed Income - Active | 411 |
| Seix Investment Advisors | Fixed Income - Active | 304 |
| Lincoln Capital Management Company | Fixed Income - Indexed | 255 |
| Northern Trust Global Investments | Fixed Income - Indexed | 160 |
| National City | Fixed Income - Indexed | 16 |

Short Term Investments

| | | |
|-----------------------------------|------------|-----|
| J.P. Morgan Investment Management | Sweep Fees | 975 |
| Bank One Trust Company of Indiana | Sweep Fees | 63 |

| | | |
|----------------------------------|--|------------------|
| Total Investment Expenses | | \$ 32,871 |
|----------------------------------|--|------------------|

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

OTHER SUPPLEMENTARY INFORMATION

Contractual and Professional Services Expenses

Year Ended June 30, 2004 (Dollars in Thousands)

| Individual or Firm | Fee | Nature of Services |
|--|----------------|--|
| Covansys | \$ 2,431 | IT System Development |
| Chizek Company LLP | 1,393 | Accounting and Process Documentation Services |
| Central Security and Communications | 628 | Building Security Services |
| IDTC-State of Indiana | 400 | Computer Network Support |
| Juergensen Consulting | 337 | Change and Project Management Services |
| Indiana Pension Systems, Inc. | 287 | IT System Development and Support |
| McCready and Keene, Inc. | 253 | Actuarial Services |
| Bingham McHale LLP | 223 | Legal Services |
| Bachofer Consulting | 219 | IT System Development |
| Ice Miller Legal & Business Advisors | 192 | Legal Services |
| William M. Mercer Consulting | 50 | Consulting Services |
| Forest Bowman Jr. | 39 | Special Investigation |
| Eclectic Information, Inc | 39 | Report Development |
| Clifton Gunderson | 31 | Accounting Software Consulting and Training Services |
| The Titus Group | 29 | Special Investigation |
| Omkar Markand, M.D. | 26 | Medical Consulting |
| Baker & Daniels | 14 | Legal Services |
| Sungard Availability Services | 12 | Computer Backup Services |
| Image Entry | 9 | Data Entry Services |
| D. S. Rogers & Associates | 3 | Building Appraisal |
| Recall-Total Information | 2 | Document Security Services |
| Hill Fulwider McDonald | 1 | Legal Services |
| Total Contractual and Professional Services Expense | \$6,618 | |

Investment Section

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Report on Investment Activity

MERCER

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September 29, 2004

Board of Trustees
State of Indiana Public Employees' Retirement Fund
143 West Market Street
Indianapolis, IN 46204

Dear Trustees:

Mercer Investment Consulting (Mercer IC) is pleased to present the State of Indiana Consolidated Retirement Investment Fund (CRIF) results for the fiscal year ended June 30, 2004.

As of June 30, 2004, the CRIF's market value totaled \$11.3 billion, a \$1.6 billion increase since June 30, 2003, due primarily to positive investment performance. During the previous twelve months:

- Strong monetary and fiscal stimulus coupled with the wind down of the war in Iraq led to favorable conditions for a rebound in the domestic equity market. The one year period was characterized by a continuance of the global market recovery that started in early 2003.
- The last six months of 2003 (and the first quarter of 2004) continued the low quality small capitalization rally in domestic and international markets. During the second quarter of 2004 economic uncertainty, higher oil prices and geopolitical concerns caused volatility to return to the capital markets. In addition, interest rates began to rise during the period, putting downward pressure on fixed income markets worldwide.
- Within this environment, domestic equity markets posted strong absolute returns. The S&P 500 Index, an index of domestic large capitalization stocks, returned 19.1% during the trailing twelve months while smaller stocks, as measured by the Russell 2000 Index returned 33.4%.
- Developed international equity markets outperformed their domestic counterparts during the period, advancing 32.9%, as measured by the MSCI EAFE (Europe, Australasia, and Far East) Index. Emerging markets were one of the strongest performing asset classes worldwide, returning 33.5%, as measured by the MSCI Emerging Markets Index.
- Fixed income markets struggled in the rising interest rate environment, with the Lehman Brothers Aggregate Index returning only 0.3% for the twelve month period. Lower quality, higher yielding fixed income securities performed well, with the Lehman Brothers High Yield Index rising 10.3%.

Report on Investment Activity (continued)

Within this environment, the CRIF returned 16.3% during the one-year period ending June 30, 2004, outpacing the 14.7% Target Reference Index return and ranking in the third quartile of its public fund peers as measured by the Russell/Mellon Public Fund Universe. Annual returns were aided by strong domestic and international markets during the second half of 2003 and the first quarter of 2004. The CRIF continued to outperform its peers and the Index over the trailing three and five year periods.

The CRIF's domestic equity managers returned 24.7% (collectively) during the trailing year, exceeding the 20.5% return of the Russell 3000 Index, while ranking near the median of similarly managed funds. The domestic equity allocation continues to benefit from the addition of active management; however, some of the managers struggled on a relative basis (as expected) in the low quality market environment experienced during the year. Longer term performance is above the benchmark, even though the equity portion was entirely passively managed from 2000 to 2002.

The Fund's international equity segment returned 29.1% for the trailing twelve months, trailing its benchmarks. The global equity portion returned 30.2%, exceeding its benchmarks by wide margins. The international/global equity segment continued to be adjusted during the year to better align its risk profile and improve return expectations. Relative performance of some of the international equity managers were hampered by their underweight positions in emerging markets.

The fixed income portion of the Fund returned 1.3%, exceeding the 0.3% return of the Lehman Brothers Aggregate Index and ranking in the top quartile of its peer group. Active management within the fixed income segment of the Fund continues to add value over trailing periods.

The Board of Trustees continues to make progress in diversifying the Fund and adjusting its risk and return profile in order to deliver sufficient growth and earnings to meet its benefit obligations. The program initiated in 2002 to retain active managers, where appropriate, within the equity segment of the Fund is coming to a conclusion. Mercer IC continues to support the Fund's ongoing efforts to enhance investment results and its continued due diligence activities.

Sincerely,



Douglas J. Kryscio, CFA
Principal

Outline of Investment Policies

The Board of Trustees serves as the ultimate fiduciaries of the State of Indiana Public Employees' Retirement Fund (the Fund). The five members are appointed by the governor. One must be a member of the fund with at least 10 years of creditable service. One must be either a member of a collective bargaining unit of state employees or an officer of a local, national or international labor union representing state employees. Not more than three of the trustees may be of the same political affiliation. The board appoints the executive director of the fund for approval by the governor.

Trustees operate under the prudent investor standard in overseeing investment activities, acting "with the care, skill, prudence and diligence that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of a like character with like aims."

PERF was prohibited from investing in equities prior to May 1997. At that time, the Board began re-balancing the portfolio by investing in diversified equity asset classes. As stated in the Notes to the Financial Section, the Consolidated Retirement Investment Fund (CRIF) includes all investments and transactions of the pension funds. The non-pension funds administered by PERF are excluded from the CRIF. A breakdown of each plan's share of the CRIF and the asset allocation of the total portfolio is provided in this section.

The Board's Statement of Investment Policy and corresponding Addenda govern the activities for all assets under the Board's control. The purposes are summarized below:

- Set forth appropriate and prudent investment policies in consideration of the needs of the Fund, legal requirements applicable to the Fund, and to direct investment of the Fund's assets.
- Establish criteria against which the investment managers are to be measured.
- Communicate the investment policies, objectives, guidelines, and performance criteria of the Board to the staff, investment managers, consultants and all other interested parties.
- Serve as a review document to guide the ongoing oversight of the investment of the Fund.

- Demonstrate that the Board is fulfilling its fiduciary responsibilities in the management of the investment of the Fund solely in the interests of members and Fund beneficiaries.

Maintenance of funding adequate to provide for the payments of the plans' actuarially determined liabilities over time, at a reasonable cost to the members, the employers, and the taxpayers of the State, is of primary consideration. In order to determine the appropriate asset allocation and diversification of the Fund to meet the objectives described above, the Board periodically conducts asset/liability modeling studies.

The investment portfolio includes long-term commitments to the following asset classes: domestic equity, domestic fixed income, global equity and international equity. The international equity allocation started during fiscal year 2001. In addition, the Board established a strategic allocation to alternative investments. Expectations are that this allocation will be funded over time.

The Board employs professional investment managers selected through a thorough manager due diligence search process. This incorporates the State of Indiana's statutory requirements, supported by staff and consultant coordination and analysis. It is the Board's intent that the selection process be open to all qualified organizations wishing to participate. Investment managers are expected to comply with stated investment guidelines detailed in the Statement of Investment Policy. Manager performance is measured against applicable market index results, as well as a comparable peer group of managers.

The Guaranteed Fund is the unique, original self-directed investment option for the Annuity Savings Account program within the PERF plan. It provides a guarantee of the value of an individual's contributions to the Fund and a guarantee of the value of any interest credited on contributions. As set by the PERF Board, the actual investments of the Guaranteed Fund are the same as the general PERF portfolio.

The PERF Board annually establishes the interest-crediting rate for the Guaranteed Fund, based on the actuary's reasonable expectation for long term investment performance. That rate provides a stable long-term view of earnings potential for the total Fund. The interest-crediting rate for the Guaranteed Fund during the last ten years is included in the Investment Highlights of this section on page 59.

Investment Highlights

Investment Summary

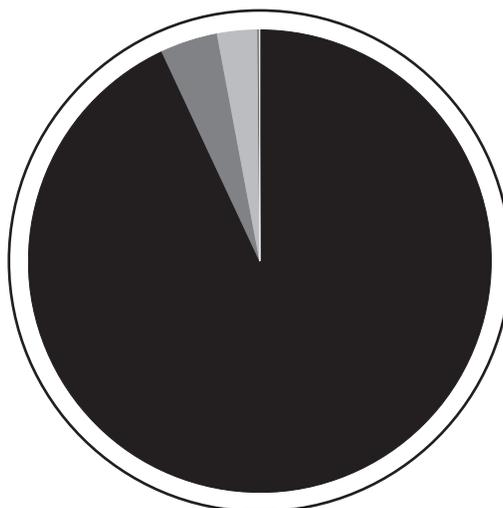
June 30, 2004
(\$ millions)

| | |
|---|-----------------|
| Consolidated Retirement Investment Fund (CRIF) | \$ 11,338.3 |
| PERF Annuity Savings Accounts ⁽¹⁾ | 411.0 |
| Legislators Defined Contribution Accounts ⁽²⁾ | 6.3 |
| Investment Trust Fund - Pension Relief Fund | 394.7 |
| Special Death Benefit Accounts | 7.7 |
| Total Investments, Cash and Cash Equivalents⁽³⁾ | 12,158.0 |

(1) Balances directed outside the Guaranteed Fund.

(2) Balances directed outside the Legislators CRIF Option.

(3) Includes investment income receivable, receivable from investment sales, and investment purchases payable.

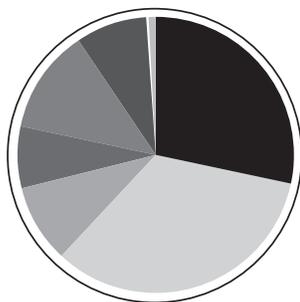


- Consolidated Retirement Investment Fund (CRIF) 93.26%
- Investment Trust Fund - Pension Relief Fund 3.25%
- PERF Annuity Savings Accounts 3.38%
- Special Death Benefit Accounts 0.06%
- Legislators Defined Contribution accounts 0.05%

Investment Highlights (continued)

Consolidated Retirement Investment Fund (CRIF) Asset Allocation Summary

(in percent)
June 30, 2004



- Total Fixed Income 28.6%
- Large Cap Equity 33.6%
- Midcap Equity 9.2%
- Small Cap Equity 7.2%
- International Equity 12.2%
- Global Equity 8.4%
- Alternative Assets 0.1%
- Reallocation Fund 0.8%

Consolidated Retirement Investment Fund (CRIF) Asset Allocation Summary

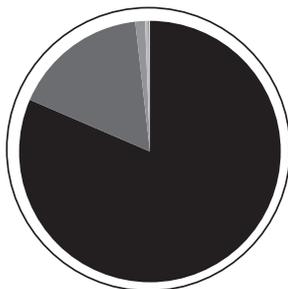
(in percent)
June 30, 2004

| | June 2004 | June 2003 |
|-------------------------|--------------|--------------|
| Total Equities | 70.5 % | 61.1 % |
| Total Fixed Income | 28.6 | 38.1 |
| Alternative Investments | 0.1 | 0.0 |
| Reallocation Fund* | 0.8 | 0.8 |
| Total Fund | 100.0 | 100.0 |

*The Reallocation Fund consists of residual cash within the Fund.

Retirement Plans in the Consolidated Fund (CRIF)

June 30, 2004



- Public Employees' Retirement Fund (PERF)
- 1977 Police Officers' and Firefighters' Pension and Disability Fund
- 1977 and 1985 Judges' Retirement System
- Excise Police & Conservation Enforcement Officers' Retirement Plan
- Prosecuting Attorneys' Retirement Fund
- Legislators' Retirement System-Defined Contribution Plan
- Legislators' Retirement System-Defined Benefits Plan

Retirement Plans in the Consolidated Fund (CRIF)

June 30, 2004

| | Assets (\$ millions) | Percent of Consolidated Fund |
|---|----------------------|------------------------------|
| Public Employees' Retirement Fund | \$ 9,064.9 | 79.9 % |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund | 2,048.9 | 18.1 |
| 1977 and 1985 Judges' Retirement System | 151.5 | 1.3 |
| Excise Police & Conservation Enforcement Officers' Retirement Plan | 43.0 | 0.4 |
| Legislators' Retirement System-Defined Contribution Plan | 9.2 | 0.1 |
| Legislators' Retirement System-Defined Benefit Plan | 4.7 | 0.0 |
| Prosecuting Attorneys' Retirement Fund | 16.2 | 0.1 |
| Total Consolidated Fund ⁽¹⁾ | 11,338.3 | 100.0 |

⁽¹⁾ Numbers may not sum correctly due to rounding.

Investment Highlights (continued)

**Comparative Investment Results
For Periods Ended June 30, 2004**
(Percent Return)

| | 1 YR | 3 YR | 5 YR |
|--|--------|-------|-------|
| Total CRIF Fund | 16.3 % | 5.2 % | 3.9 % |
| vs. Mercer Public Funds Universe median* | 16.8 | 4.6 | 4.1 |
| Target Reference Index** | 14.7 | 3.8 | 3.0 |
| Total CRIF Domestic Equity | 24.7 | 2.6 | 0.7 |
| vs. Mercer Equity Universe median | 25.4 | 3.3 | 4.5 |
| Russell 3000 Index | 20.5 | 0.2 | (1.1) |
| Total CRIF Global Equity | 30.2 | N/A | N/A |
| vs. Mercer Global Equity Universe median | 24.6 | 2.1 | 1.8 |
| MSCI ACWI Free Index | 24.9 | 1.8 | (1.1) |
| Total CRIF International Equity | 29.1 | 3.9 | N/A |
| vs. Mercer International Equity Universe median | 30.4 | 4.8 | 2.5 |
| ACWI Ex-US Index | 32.5 | 5.2 | 1.0 |
| MSCI EAFE Index | 32.9 | 4.3 | 0.4 |
| Total CRIF Fixed Income | 1.3 | 6.6 | 7.2 |
| vs. Mercer Core Investment Grade Universe median | 0.6 | 6.6 | 7.1 |
| LB Aggregate Index | 0.3 | 6.4 | 6.9 |

CRIF= Consolidated Retirement Investment Fund

* Universe of Public Funds

** Composed of passive indices for each asset class held at the target allocation:

**Ten-Year Total Pension
Investment Rates of Return**
(dollars in millions)

| | Market Value | Actuarial Basis | Rate of Return | Actuarial Assumed Rate |
|------|--------------|-----------------|----------------|------------------------|
| 2004 | \$ 11,338.3 | N/A | 16.3 % | 7.25 % |
| 2003 | 9,704.1 | N/A | 4.7 | 7.25 |
| 2002 | 9,627.8 | N/A | (4.51) | 7.25 |
| 2001 | 9,883.0 | 5.77 % | (2.51) | 7.25 |
| 2000 | 9,315.1 | 8.53 | 6.74 | 7.25 |
| 1999 | 8,492.6 | 9.52 | 11.25 | 7.25 |
| 1998 | 6,346.2 | 9.34 | 13.41 | 7.25 |
| 1997 | 5,830.5 | 8.57 | 8.30 | 7.25 |
| 1996 | 5,513.9 | 7.96 | 4.68 | 7.25 |
| 1995 | 4,858.5 | 8.61 | 12.56 | 7.00 |

2004 Investment Summary

(dollars in thousands)

| | Beginning Account Balance | Net Contributions | Income & Capital Gains | Ending Account Balance | Percentage of Total Fair Value |
|-------------------------|---------------------------|-------------------|------------------------|------------------------|--------------------------------|
| Domestic Equity | \$ 4,571,500 | \$ (34,842) | \$ 1,128,642 | \$ 5,665,300 | 49.97 % |
| Global Equity | 474,700 | 296,103 | 178,497 | 949,300 | 8.37 |
| International Equity | 876,300 | 273,053 | 231,147 | 1,380,500 | 12.18 |
| Total Equity | 5,922,500 | 534,314 | 1,538,286 | 7,995,100 | 70.52 |
| Alternative Investments | 2,700 | 14,084 | (1,084) | 15,700 | 0.14 |
| Fixed Income* | 3,778,800 | (484,475) | 32,975 | 3,327,300 | 29.35 |
| Total CRIF** | 9,704,000 | 63,923 | 1,570,177 | 11,338,100 | 100.00 |

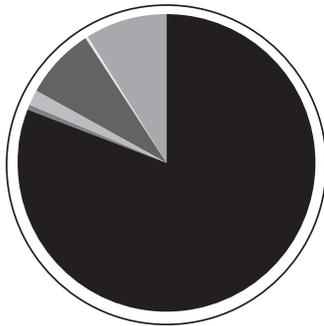
* Includes Reallocation Account for cash flow and allocation purposes.

** Numbers may not sum due to rounding.

Investment Highlights (continued)

PERF Annuity Savings Account Investment Highlights by Dollar Amount

June 30, 2004



- Total Guaranteed Fund*
- Money Market Fund
- Bond Fund
- S&P 500 Stock Index Fund
- International Fund
- U.S. Small Companies Stock Fund

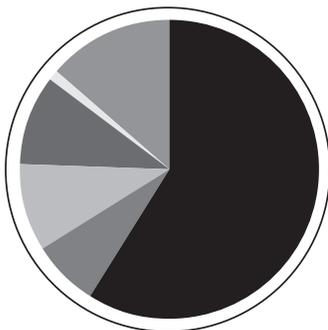
Investment Highlights by Dollar Amount (\$ millions)

| | Assets | Percent of Self-Directed Investments |
|---------------------------------|----------------|--|
| Total Guaranteed Fund | \$ 1,752.8 | 81.0 % |
| Money Market Fund | 11.9 | 0.6 |
| Bond Fund | 37.7 | 1.7 |
| S&P 500 Stock Index Fund | 163.1 | 7.5 |
| U.S. Small Companies Stock Fund | 188.8 | 8.7 |
| International Fund | 9.4 | 0.4 |
| Total Assets¹ | 2,163.7 | 100.0 |

¹Numbers may not sum due to rounding.

Legislators' Retirement Defined Contribution Plan Investment Highlights by Dollar Amount

June 30, 2004



- Consolidated Retirement Investment Fund
- Money Market Fund
- Bond Fund
- S&P 500 Stock Index Fund
- International Fund
- U.S. Small Companies Stock Fund

Investment Highlights by Dollar Amount (\$ thousands)

| | Assets | Percent of Self-Directed Investments |
|---|---------------|--|
| Consolidated Retirement Investment Fund | \$ 9,116 | 59.0 % |
| Money Market Fund | 1,106 | 7.2 |
| Bond Fund | 1,468 | 9.5 |
| S&P 500 Stock Index Fund | 1,516 | 9.8 |
| U.S. Small Companies Stock Fund | 2,088 | 13.5 |
| International Fund | 149 | 1.0 |
| Total Assets¹ | 15,443 | 100.0 |

¹Numbers may not sum due to rounding.

Investment Highlights (continued)

Self-Directed Investment Options PERF Annuity Savings Account Legislators' Defined Contribution Plan

Annualized Rate of Return by Investment Option

For Periods Ended June 30, 2004

| | 1 YR | 3 YRS | 5 YRS | SINCE INCEPTION |
|--|--------|-------|-------|--------------------|
| Consolidated Retirement Investment Fund ¹ | 16.3 % | 5.2 % | 3.9 % | 7.9 % |
| Money Market Fund | 1.1 | 1.9 | 3.3 | 5.1 |
| Bond Fund | 0.3 | 6.4 | 7.0 | 8.3 |
| S&P 500 Stock Index Fund | 19.1 | (0.7) | (2.1) | 3.4 |
| U.S. Small Companies Stock Fund | 50.5 | 17.1 | 18.0 | 20.5 |
| International Equity Index Fund ² | 33.1 | N/A | N/A | 9.6 |

¹ The Consolidated Retirement Investment option did not become available to members (Legislators' Defined Contribution Plan) until July 1, 2000.

² The International Equity Index Fund did not become available to PERF members until January 1, 2002.

PERF Guaranteed Fund

Interest Crediting Rates for Past 10 Years

| Year | Interest Crediting Rate |
|-------|----------------------------|
| 2004 | 7.25% |
| 2003* | 8.25/7.75 |
| 2002 | 8.25 |
| 2001 | 8.25 |
| 2000 | 8.25 |
| 1999 | 8.25 |
| 1998 | 8.25 |
| 1997 | 9.00 |
| 1996 | 8.40 |
| 1995 | 6.75 |

* For the fiscal year ended June 30, 2003, the interest crediting rate of the Guaranteed Fund is credited based on an annual rate of 8.25% for the first quarter and 7.75% for the remaining 3 quarters.

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

List of Largest Assets Held

Largest Equity Holdings

| Description | Shares | Market Value |
|-----------------------------|-----------|----------------|
| Microsoft Corp. | 3,527,188 | \$ 100,736,489 |
| General Elec Co. | 2,841,151 | 92,053,292 |
| Cisco Sys Inc. | 3,469,381 | 82,224,330 |
| Pfizer Inc. | 2,396,997 | 82,169,057 |
| Citigroup Inc. | 1,762,793 | 81,969,875 |
| Exxon Mobil Corp. | 1,732,909 | 76,958,489 |
| Intel Corp. | 2,360,542 | 65,150,960 |
| Wal-Mart Stores Inc. | 1,219,759 | 64,354,485 |
| Bank of America Corp. | 666,408 | 56,391,445 |
| Dell Inc. | 1,569,977 | 56,236,576 |
| Ebay Inc. | 563,545 | 51,817,963 |
| American Intl Group. | 661,663 | 47,163,339 |
| Verizon Communication. | 1,277,771 | 46,242,532 |
| Johnson & Johnson. | 828,963 | 46,173,239 |

Largest Bond Holdings

| Description | Coupon Rate | Maturity Date | Par Value | Market Value |
|-------------------------------------|-------------|---------------|----------------|----------------|
| US Treasury Bond Index (TIPS) | 3.88 % | 04/15/2029 | \$ 132,485,259 | \$ 144,309,891 |
| US Treasury Note (TIPS) | 3.00 | 07/15/2012 | 131,024,622 | 131,921,889 |
| US Treasury Note (TIPS) | 4.25 | 01/15/2010 | 121,463,312 | 121,756,930 |
| US Treasury Note (TIPS) | 3.88 | 01/15/2009 | 112,600,219 | 115,023,177 |
| US Treasury Note (TIPS) | 3.63 | 04/15/2028 | 105,143,430 | 108,897,239 |
| US Treasury Note (TIPS) | 1.88 | 07/15/2013 | 106,481,891 | 104,843,406 |
| US Treasury Note (TIPS) | 3.63 | 01/15/2008 | 94,048,638 | 97,465,368 |
| US Treasury Sec | 2.00 | 01/15/2014 | 79,900,725 | 78,892,253 |
| US Treasury Note (TIPS) | 3.38 | 01/15/2007 | 51,150,038 | 54,653,718 |
| US Treasury Note (TIPS) | 3.50 | 01/15/2011 | 49,311,959 | 51,445,857 |

A complete list of portfolio holdings is available upon request.

Schedule of Commission Fees

Top 10 Brokers' Total Commission Fees

| Broker | Commission Fee |
|---|-------------------------|
| Deutsche Bank Securities, Inc. | \$ 983,450.20 |
| Goldman Sachs & Co. | 884,723.51 |
| Morgan Stanley & Co., Inc., Intl. | 807,688.17 |
| Credit Suisse First Boston | 701,340.25 |
| Charles Schwab & Co Inc (Cust) | 684,541.71 |
| Lehman Bros, Inc. | 682,522.54 |
| Banc of America Securities LLC | 611,508.60 |
| Investment Technology Group, Inc. | 608,346.27 |
| Merrill Lynch & Co., Inc. | 554,340.47 |
| Pulse Trading LLC | 435,399.93 |
| Total of Top Ten Commission Fees | \$ 6,953,861.65 |
| Other Brokers | \$ 3,151,222.91 |
| Total | \$ 10,105,084.56 |

Investment Professionals

CUSTODIAN

JP Morgan Chase
4 Chase MetroTech Center, Fl 18
Brooklyn, NY 11245

CONSULTANTS

Burnley Associates
300 East 5th Avenue, Suite 470
Naperville, IL 60563

Mercer Investment Consulting, Inc.
10 South Wacker Drive, Suite 1500
Chicago, IL 60606-7485

Strategic Investment Solutions
44 Montgomery Street, Suite 1610
San Francisco, CA 94104

Wilshire Associates
210 Sixth Avenue, Suite 3720
Pittsburgh, PA 15222

CRIF

Domestic Equity

Barclays Global Investors
Large Cap Equity - Small/Mid Cap Equity
45 Fremont Street
San Francisco, CA 94105

Brandes Investment Partners, L.P.
Mid Cap Equity
11988 El Camino Real, Suite 500
P.O. Box 919048
San Diego, CA 92191-9048

Numeric Investors, L.P.
Small Cap Equity
One Memorial Drive, 9th Floor
Cambridge, MA 02142

Osprey Partners Invst. Mgt., LLC
Large Cap Equity - Small Cap Equity
Shrewsbury Executive Center II
1040 Broad Street
Shrewsbury, NJ 07702

Sands Capital Management, Inc.
Large Cap Equity
1001 19th Street North, Suite 1450
Arlington, VA 22209

Strong Capital Management
Mid Cap Equity
450 East 96th Street, Suite 210
Indianapolis, IN 46240

Times Square Capital Management
Small Cap Equity
Four Times Square, 25th Floor
New York, NY 10036-9998

Turner Investment Partners
Large Cap Equity
1235 Westlakes Drive, Suite 350
Berwyn, PA 19312

Global Equity

Brandes Investment Partners, L.P.
11988 El Camino Real, Suite 500
P.O. Box 919048
San Diego, CA 92191-9048

Capital Guardian Trust Company
1 Market Stewart Tower, Suite 1800
San Francisco, CA 94105-1409

Invesco
1360 Peachtree St., N.E., Suite 100
One Midtown Plaza
Atlanta, GA 30309

International Equity

Barclays Global Investors
45 Fremont Street
San Francisco, CA 94105

Ballie Gifford & Company
1 Greenside Row
Edinburgh EH1 3AN
Scotland, United Kingdom

Delaware International Advisors
2005 Market Street
Philadelphia, PA 19103-7094

Fixed Income

BlackRock Financial Management, Inc.
Fixed Income Core Opportunistic
40 East 52nd Street, 6th Floor
New York, NY 10022

Hughes Capital Management, Inc.
Fixed Income Government/Credit
315 Cameron Street
Alexandria, VA 22314

Lincoln Capital Management Company, LLC
Fixed Income Core Enhanced – Enhanced TIPS
200 South Wacker Drive
Chicago, IL 60606

Northern Trust Global Investments
Fixed Income Core Index – Core TIPS
50 South LaSalle Street
M4 Quant Management
Chicago, IL 60675

Fixed Income (cont.)

Reams Asset Management Co., LLC
Fixed Income Core Plus
227 Washington Street, P.O. Box 727
Columbus, IN 47201-0727

Seix Investment Advisors, Inc.
Fixed Income Core Opportunistic
300 Tice Boulevard
Woodcliff Lake, NJ 07677-7633

Taplin, Canida & Habacht
Fixed Income Core Plus
1001 Brickell Bay Drive, Suite 2100
Miami, FL 33131

Western Asset Global Management, Inc.
Fixed Income Core Opportunistic – Active TIPS
117 East Colorado Boulevard
Pasadena, CA 91105

Alternative Investments

Arch Venture Partners
8725 W. Higgins Road, Suite 290
Chicago, IL 60631

Lindsay Goldberg & Bessemer L.P.
630 Fifth Ave., 30th Fl.
New York, NY 10111

House Investments L.P.
10401 North Meridian Street, Suite 275
Indianapolis, IN 46290-1090

CSFB Private Equity Group
Indiana Future Fund I
11 Madison Avenue, 16th Floor
New York, NY 10010

DEFINED CONTRIBUTION PLAN

Barclays Global Investors
45 Fremont Street
San Francisco, CA 94105

Dimensional Fund Advisors, Inc.
1299 Ocean Avenue
Santa Monica, CA 90401

Northern Trust Global Investments
50 South LaSalle Street
M4 Quant Management
Chicago, IL 60675

POLICE AND FIRE PENSION RELIEF FUND

Barclays Global Investors
45 Fremont Street
San Francisco, CA 94105

Actuarial Section

ACTUARY'S CERTIFICATION LETTER
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SUMMARY OF ACTUARIAL
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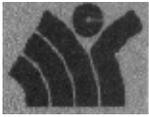
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Actuary's Certification Letter



McCready and Keene, Inc.

7941 Castleway Drive

PO Box 50460

Indianapolis, Indiana 46250-0460

October 1, 2004

Indiana Public Employees' Retirement Fund
Board of Trustees
143 West Market Street, Suite 500
Indianapolis, IN 46204

Dear Members of the Board:

Certification of Actuarial Valuations

The actuarial data presented in this report describes the current actuarial condition of the defined benefit pension plans ("Plans") administered by the Indiana Public Employees' Retirement Fund ("PERF"). Valuations are prepared annually as of July 1 for all Plans except the 1977 Police Officers' and Firefighters' Pension and Disability Fund which is annually as of January 1.

Under PERF statutes, employer contribution rates are certified annually for each Plan by the Board of Trustees. These rates are determined actuarially, based on the Board's funding policy. Contribution rates for the PERF Plan as determined by a given actuarial valuation become effective eighteen months after the valuation date (12 months for state employees). For example, the rates determined by the July 1, 2003 actuarial valuation will be used by the Board when certifying the employer contribution rates for the year beginning January 1, 2005 (or for the year beginning July 1, 2004 for state employees). If new legislation is enacted between the valuation date and the date the contribution rates become effective, the Board may adjust the recommended rates before certifying them, in order to reflect this new legislation. Such adjustments are based on information supplied by the actuary.

General Comment for 2003

The July 1, 2003 PERF Actuarial Valuation is the second valuation of a 4-year phase-in of a new data reporting system that was adopted early in 2002. This new data reporting system collects salary information on a June 30 fiscal year basis (the prior data reporting system collected salary information on a calendar year basis) and also collects service data on a fiscal year basis (the prior system collected service data through the March 31 preceding the July 1 valuation date). The fiscal impact of this change in the data reporting system is being phased in over a 4-year period.

Funding Objectives and Funding Policy

In setting contribution rates, the Board's principal objectives have been:

- to set rates so that the unfunded actuarial accrued liability ("UAAL") will be amortized over a fixed period.
- to set rates so that they remain relatively level over time.

To accomplish this, the Board's funding policy requires that the employer contribution rate be equal to the sum of the employer normal cost rate (which pays the current year's cost) and an amortization rate which results in the amortization of the UAAL in equal installments. The Board has adopted smoothing rules to the determination of the employer contribution rate to reduce the variability of these rates.

No membership growth is anticipated in setting the contribution rate. This is consistent with GASB #25, which prohibits anticipating membership growth in determining the minimum Annual Required Contribution ("ARC").

Under this policy, the objectives of amortizing the UAAL and maintaining relatively level contribution rates over time are achieved.

Actuary's Certification Letter

Progress Toward Realization of Financing Objectives

The funded ratio (the ratio of the actuarial value of assets to the actuarial accrued liability) is a standard measure of a Plan's funded status. In the absence of benefit improvements, it should increase over time, until it reaches 100%. The funded ratio for each of the Plans (except the Judges' Retirement System) has increased from the preceding year due primarily to a change in the actuarial assumption regarding COLAs. This assumption is now limited to 5 years from the valuation date.

Benefit Provisions

The benefit provisions reflected in this report are those which were in effect on each Plan's valuation date.

Assumptions and Methods

Actuarial assumptions and methods used in the valuation are set by the Board, based upon the recommendations of the actuary. The actuary reviews actual plan experience before making these recommendations. The last such review of actuarial assumptions was carried out in connection with the July 1, 2001 actuarial valuation for the PERF Plan and the January 1, 2003 actuarial valuation for the 1977 Municipal Police and Fire pension plan. It is our opinion that the actuarial assumptions for all Plans are internally consistent and are reasonably based on past and anticipated future experience of each Plan.

Data

Member data for retired, active and inactive members was supplied as of each Plan's valuation date by Covansys, a data vendor for PERF. We did not audit this data, but we did apply a number of tests to the data, and we concluded that it was reasonable and consistent with the prior year's data. Asset information for each Plan was supplied by PERF and Covansys.

Certification

I certify that the information presented herein is accurate and fairly portrays the actuarial position of each Plan administered by PERF as of each Plan's 2003 valuation date.

I prepared the exhibits in the "Actuarial Section" which include Summary of Actuarial Assumptions and Methods, the Reconciliation of Changes in Unfunded Actuarial Accrued Liabilities, the Solvency Tests, the Schedules of Active Member Valuation Data, and the Schedules of Retirants and Beneficiaries. In addition, I reviewed the Schedules of Funding Progress and Schedules of Employer Contributions in the "Financial Section."

All of my work conforms with generally accepted actuarial principles and practices, and with the Actuarial Standards of Practice issued by the Actuarial Standards Board. In our opinion, our calculations also comply with the requirements of Indiana state law and, where applicable, the Internal Revenue Code, Employee Retirement Income Security Act (ERISA), and the Statements of the Governmental Accounting Standards Board. I am an independent Enrolled Actuary and Member of the American Academy of Actuaries and experienced in performing valuations for large public retirement systems.

If you have any questions or require additional information, please don't hesitate to contact me.

Sincerely,



Douglas Todd
A.S.A., M.A.A.A., E.A.
Senior Actuary

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Summary of Actuarial Assumptions and Methods as of July 1, 2003

- Note 1: Effective July 1, 2003, the time period for the actuarial assumption for COLA was changed from the remaining lifetime of the benefit recipient to 5 years from the valuation date. This change was applied to Indiana PERF, Legislative Retirement Benefits, and the Excise Police and Conservation Officers' Retirement Plan.
- Note 2: As a result of an actuarial experience study, several actuarial assumptions were changed for the 1977 Municipal Police and Fire Pension Fund, effective January 1, 2003. Major changes include lowering the investment return assumption from 7.50 percent to 7.25%, lowering the COLA assumption from 3.00 percent to 2.75 percent, lowering the salary scale assumption from 5.00 percent to 4.00 percent, and adopting retirement rates between the ages of 50 and 70.
- Note 3: Other actuarial assumption changes, effective July 1, 2003, include changing the mortality assumption such that all systems are now using the 1994 U.S. UP-94 (sex distinct) for post-retirement.
- Note 4: Actuarial funding method for all systems is Entry Age Normal Cost, except the Accrued Benefit (Unit Credit) funding method is used for the Legislators' Defined Benefit Plan. Actuarial experience gains and losses are amortized on a level dollar basis for all systems. The amortization period is closed for all systems except the 1977 Police Officers' and Firefighters' Pension and Disability Fund and the Prosecuting Attorneys Retirement Fund which have an open amortization period.
- Note 5: Actuarial asset valuation method is according to example (6) in IRS Regulation 1.412(c)(2)-1(b)(9) for all systems except PERF where valuation assets are equal to 75 percent of expected actuarial value plus 25 percent of market value.

Indiana Public Employees' Retirement Fund
July 1, 2003 Actuarial Valuation

| Investment Return | Post-Ret. COLA | Salary Scale | Retirement Rates | | | Disability Rates | | | Termination Rates | | |
|-------------------|---------------------------------|--|--|------------|--------------|--|------------|--------------|---|------------|--------------|
| 7.25 % | 2.00 % | Based on PERF Exp., 1995-2000, Sample Rates: | Based on PERF Exp., 1995-2000, Sample Rates: | | | Based on PERF Exp., 1995-2000, Sample Rates: | | | Based on PERF Exp., 1995-2000, Sample Ultimate Rates: | | |
| | for 5 years from valuation date | Age Rate | Age | Male: Rate | Female: Rate | Age | Male: Rate | Female: Rate | Age | Male: Rate | Female: Rate |
| | | 25 16.00% | 60 | 8% | 12% | 45 | 0.14% | 0.09% | 25 | 10.0% | 10.0% |
| | | 35 7.67 | 62 | 32% | 26% | 50 | 0.25% | 0.16% | 30 | 10.0% | 10.0% |
| | | 45 6.00 | 65 | 40% | 35% | 55 | 0.44% | 0.28% | 35 | 7.5 | 7.5 |
| | | 60 4.94 | 70 | 30% | 30% | 60 | 0.78% | 0.49% | 45 | 3.0 | 5.0 |

1977 Municipal Police and Fire
January 1, 2003 Actuarial Valuation

| Investment Return | Post-Ret. COLA | Salary Scale | Retirement Rates | Disability Rates | Termination Rates |
|-------------------|----------------|--------------|---|---------------------------------|--------------------------|
| 7.25% | 2.75% | 4.00% | Based on Actuarial Exp. Study 1998-2002 Sample Rates: | 150% of 1964 OASDI Sample Rates | Sarason T-1 Sample Rates |
| | | | Ages Male and Female | Age Male and Female | Age Male and Female |
| | | | 50-51 10 % | 40 0.33 % | 30 3.7 % |
| | | | 52-64 20 | 50 0.91 | 40 1.1 |
| | | | 65-69 50 | 60 2.44 | 50 0.0 |
| | | | 70+ 100 | 64 3.48 | 55 0.0 |

Summary of Actuarial Assumptions and Methods as of July 1, 2003

Judges' Retirement System

July 1, 2003 Actuarial Valuation

| Investment Return | Post-Ret. COLA | Salary Scale | Retirement Rates | Disability Rates | Termination Rates |
|-------------------|---|--------------|--|----------------------------|-----------------------------|
| 7.25 % | 5.00% for 1977 System None for 1985 System | 5.00 % | Later of (a) age 65, (b) 8 years service, or (c) current age plus 1 year | 1964 OASDI Sample Rates | Sarason T-4 Sample Rates |
| | | | | Age | Male and Female |
| | | | | Age | Male and Female |
| | | | | 40 | 0.2 % |
| | | | | 50 | 0.6 |
| | | | | 60 | 1.6 |
| | | | | 64 | 2.3 |
| | | | | 30 | 5.1 % |
| | | | | 40 | 4.2 |
| | | | | 50 | 2.5 |
| | | | | 55 | 0.9 |

Legislators' Defined Benefit Plan

July 1, 2003 Actuarial Valuation

| Investment Return | Post-Ret. COLA | Salary Scale | Retirement Rates | Disability Rates | Termination Rates | |
|-------------------|--|--------------|------------------|--------------------------------------|-----------------------------|-------|
| 7.25 % | 2.00 % for 5 years from valuation date | 3.00 % | Sample Rates: | 75% of 1964 OASDI Sample Rates | Sarason T-2 Sample Rates | |
| | | | Age | Male and Female | Age | |
| | | | Age | Male and Female | Age | |
| | | | 55-61 | 10 % | 40 | 0.2 % |
| | | | 62 | 50 | 50 | 0.5 |
| | | | 63-64 | 10 | 60 | 1.2 |
| | | | 65 + | 100 | 64 | 1.7 |
| | | | | | 30 | 5.1 % |
| | | | | | 40 | 3.5 |
| | | | | | 50 | 0.4 |
| | | | | | 55 | 0.0 |

Prosecuting Attorneys' Retirement Fund

July 1, 2003 Actuarial Valuation

| Investment Return | Post-Ret. COLA | Salary Scale | Retirement Rates | Disability Rates | Termination Rates |
|-------------------|----------------|--------------|---|--------------------------------------|----------------------|
| 7.25 % | None | 5.00 % | Later of (a) age 62, or (b) 10 years service | 75% of 1964 OASDI Sample Rates | 50% every 4 years |
| | | | | Age | Male and Female |
| | | | | Age | Male and Female |
| | | | | 40 | 0.2 % |
| | | | | 50 | 0.5 |
| | | | | 60 | 1.2 |
| | | | | 64 | 1.7 |

Summary of Actuarial Assumptions and Methods as of July 1, 2003

Excise Police and Conservation Enforcement Officers' Retirement Plan

July 1, 2003 Actuarial Valuation

| Investment Return | Post-Ret. COLA | Salary Scale | Retirement Rates | Disability Rates | | | Termination Rates | |
|-------------------|--|--------------|---|--|-------|--------|-----------------------------|--------------------|
| 7.25 % | 2.00 % for 5 years from valuation date | 5.00 % | Later of (a) age 60, or (b) earlier of age 65 or 10 years service | 200% of United Auto Workers Sample Rates | | | Sarason T-6 Sample Rates | |
| | | | | Age | Male | Female | Age | Male and Female |
| | | | | 40 | 0.1 % | 0.2 % | 30 | 7.4 % |
| | | | | 50 | 0.4 | 0.5 | 40 | 6.1 |
| | | | | 60 | 1.8 | 2.4 | 50 | 3.6 |
| | | | | 64 | 4.4 | 5.8 | 55 | 1.4 |

Reconciliation of Changes in Unfunded Actuarial Accrued Liabilities

(Dollars in Thousands)

| System | July 1, 2003 Unfunded Actuarial Accrued Liability (UAAL) | Amort. Payments | Interest for Year | Liability (Gain) Loss | Asset (Gain) Loss | Change in Benefit Provisions or Assump. | July 1, 2004 UAAL |
|---|---|--------------------|----------------------|-----------------------------|-------------------------|--|----------------------|
| Public Employees' Retirement Fund | \$ 71,278 | \$ 5,491 | \$ 4,770 | \$ 110,035 | \$ 338,999 | \$ (778,970) | \$ (259,379) |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund* | 193,509 | 15,242 | 13,370 | 21,017 | 151,591 | (257,845) | 106,400 |
| 1977 and 1985 Judges' Retirement System | 67,279 | 4,978 | 4,517 | 8,666 | 10,189 | (4,978) | 80,695 |
| Legislators' Retirement System | 1,057 | 93 | 70 | (161) | 422 | (547) | 748 |
| Prosecuting Attorneys' Retirement Fund | 10,428 | 803 | 698 | (1,090) | 1,048 | (7,354) | 2,927 |
| Excise Police & Conservation Enforcement Officers' Retirement Plan | 18,524 | 1,468 | 1,237 | (1,091) | 3,061 | (5,543) | 14,720 |

*Beginning Date of 1-1-2003 rather than 7-1-2003, and ending date of 1-1-2004 rather than 7-1-2004.

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Solvency Test

(Dollars in Thousands)

| System | As of July 1 | Actuarial Accrued Liabilities | | | |
|---|--------------|------------------------------------|----------------------------------|--|--|
| | | (1) Active Member Contributions | (2) Retired and Beneficiaries | (3) Active Member (Employer Financed Portion) | (4) Total Actuarial Accrued Liabilities |
| Public Employees' Retirement Fund | 1998 | \$ 1,288,353 | 2,074,561 | 3,267,237 | \$ 6,630,151 |
| | 1999 | 1,428,913 | 2,158,640 | 3,488,428 | 7,075,981 |
| | 2000 | 1,647,901 | 2,303,679 | 3,748,305 | 7,699,885 |
| | 2001# | 1,728,972 | 2,426,062 | 4,150,638 | 8,305,672 |
| | 2002# | 1,886,124 | 2,582,149 | 4,597,859 | 9,066,132 |
| | 2003# | 1,971,864 | 2,764,974 | 4,297,735 | 9,034,573 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund (As of 1-1 instead of 7-1) | 1998 | \$ 160,266 | 62,842 | 729,297 | \$ 952,405 |
| | 1999 | 184,102 | 329,662** | 801,511 | 1,315,275 |
| | 2000 | 210,396 | 353,230 | 887,828 | 1,451,454 |
| | 2001 | 238,840 | 384,128 | 997,326 | 1,620,294 |
| | 2002 | 273,787 | 447,042 | 1,087,925 | 1,808,754 |
| | 2003# | 307,929 | 457,766 | 1,001,150 | 1,766,846 |
| 1977 and 1985 Judges' Retirement System | 1998 | \$ 13,345 | 76,397 | 71,103 | \$ 160,845 |
| | 1999 | 13,986 | 82,200 | 80,115 | 176,301 |
| | 2000 | 14,922 | 87,326 | 80,200 | 182,448 |
| | 2001 | 15,661 | 96,854 | 76,095 | 188,610 |
| | 2002 | 16,892 | 86,997 | 84,545 | 188,434 |
| | 2003# | 12,595 | 111,781 | 82,470 | 206,846 |
| Legislators' Defined Benefit Plan | 1998 | \$ 0 | 2,152 | 3,233 | \$ 5,385 |
| | 1999 | 0 | 2,388 | 3,085 | 5,473 |
| | 2000 | 0 | 2,388 | 3,085 | 5,473 |
| | 2001 | 0 | 2,431 | 3,077 | 5,508 |
| | 2002 | 0 | 2,326 | 3,177 | 5,503 |
| | 2003# | 0 | 2,278 | 2,670 | 4,948 |
| Prosecuting Attorneys' Retirement Fund | 1998 | \$ 5,056 | 1,624 | 4,676 | \$ 11,356 |
| | 1999 | 5,928 | 1,879 | 5,905 | 13,712 |
| | 2000 | 7,033 | 2,040 | 4,869 | 13,943 |
| | 2001* | 8,203 | 2,162 | 10,052 | 20,417 |
| | 2002 | 9,361 | 1,965 | 11,060 | 22,386 |
| | 2003# | 9,489 | 2,084 | 4,113 | 15,685 |
| Excise Police & Conservation Enforcement Officers' Retirement Plan | 1998 | \$ 2,466 | 13,407 | 25,805 | \$ 41,679 |
| | 1999 | 2,690 | 13,451 | 27,227 | 43,368 |
| | 2000 | 2,863 | 14,689 | 28,720 | 46,272 |
| | 2001 | 3,026 | 17,116 | 31,882 | 52,024 |
| | 2002 | 3,102 | 18,770 | 34,012 | 55,884 |
| | 2003# | 3,103 | 17,630 | 31,274 | 52,006 |

Actuarial Assumptions and/or methods revised.

* Improvement in benefit provisions.

** Includes employee annuities.

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

Solvency Test (continued)

| System | Actuarial Value Of Assets | Portion of Actuarial Accrued Liabilities Covered by Assets | | | |
|---|---------------------------|--|---------|---------|---------|
| | | (1) | (2) | (3) | (4) |
| Public Employees' Retirement Fund | \$ 6,914,957 | 100.0% | 100.0% | 100.0% | 104.3% |
| | 7,595,266 | 100.0 | 100.0 | 100.0 | 107.3 |
| | 8,267,657 | 100.0 | 100.0 | 100.0 | 107.4 |
| | 8,723,304 | 100.0 | 100.0 | 100.0 | 105.0 |
| | 8,994,854 | 100.0 | 100.0 | 98.4 | 99.2 |
| | 9,293,952 | 100.0 | 100.0 | 100.0 | 102.9 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund* | \$ 1,044,361 | 100.0 % | 100.0 % | 100.0 % | 109.7 % |
| | 1,184,905 | 100.0 | 100.0 | 83.7 | 90.1 |
| | 1,338,554 | 100.0 | 100.0 | 87.3 | 92.2 |
| | 1,491,030 | 100.0 | 100.0 | 87.0 | 92.0 |
| | 1,615,245 | 100.0 | 100.0 | 82.2 | 89.3 |
| | 1,660,445 | 100.0 | 100.0 | 89.4 | 94.0 |
| 1977 and 1985 Judges' Retirement System | \$ 79,594 | 100.0 % | 86.7 % | 0.0 % | 49.5 % |
| | 91,073 | 100.0 | 93.8 | 0.0 | 51.7 |
| | 103,733 | 100.0 | 100.0 | 1.9 | 56.9 |
| | 115,040 | 100.0 | 100.0 | 3.3 | 61.0 |
| | 121,155 | 100.0 | 100.0 | 20.4 | 64.3 |
| | 126,152 | 100.0 | 100.0 | 2.2 | 61.0 |
| Legislators' Defined Benefit Plan | \$ 4,041 | NA | 100.0 % | 58.4 % | 75.0 % |
| | 4,319 | NA | 100.0 | 62.6 | 78.9 |
| | 4,557 | NA | 100.0 | 72.9 | 83.6 |
| | 4,666 | NA | 100.0 | 72.6 | 84.7 |
| | 4,446 | NA | 100.0 | 66.7 | 80.8 |
| | 4,200 | NA | 100.0 | 72.0 | 84.9 |
| Prosecuting Attorneys' Retirement Fund | \$ 7,144 | 100.0 % | 100.0 % | 9.9 % | 62.9 % |
| | 8,322 | 100.0 | 100.0 | 8.7 | 60.7 |
| | 9,781 | 100.0 | 100.0 | 14.5 | 70.2 |
| | 11,073 | 100.0 | 100.0 | 7.0 | 54.2 |
| | 11,957 | 100.0 | 100.0 | 5.7 | 53.4 |
| | 12,758 | 100.0 | 100.0 | 28.8 | 81.3 |
| Excise Police & Conservation Enforcement Officers' Retirement Plan | \$ 28,663 | 100.0 % | 100.0 % | 49.6 % | 68.8 % |
| | 31,510 | 100.0 | 100.0 | 56.4 | 72.7 |
| | 34,368 | 100.0 | 100.0 | 58.6 | 74.3 |
| | 36,921 | 100.0 | 100.0 | 52.6 | 71.0 |
| | 37,360 | 100.0 | 100.0 | 45.5 | 66.9 |
| | 37,286 | 100.0 | 100.0 | 52.9 | 71.7 |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedules of Active Member Valuation Data

(Dollars in Thousands—except Average)

| System | As of July 1 | Active Members | Active Members | | |
|---|--------------|----------------|----------------|-------------|------------------|
| | | | Annual Payroll | Average Pay | Percent Increase |
| Public Employees' Retirement Fund | 1998 | 141,383 | \$ 3,110,162 | \$ 21,998 | 2.2% |
| | 1999 | 141,441 | 3,250,197 | 22,979 | 4.5 |
| | 2000 | 146,613 | 3,482,453 | 23,753 | 3.4 |
| | 2001 | 145,019 | 3,587,080 | 24,735 | 4.1 |
| | 2002 | 143,234 | 3,851,761 | 26,891 | 8.7 |
| | 2003 | 143,082 | 4,038,680 | 28,226 | 5.0 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund | 1998 | 8,655 | \$ 291,479 | \$ 33,677 | 4.0 % |
| | 1999 | 9,228 | 321,348 | 34,823 | 3.4 |
| | 2000 | 9,729 | 352,377 | 36,219 | 4.0 |
| | 2001 | 10,388 | 389,200 | 37,466 | 3.4 |
| | 2002 | 10,179 | 396,246 | 38,928 | 3.9 |
| | 2003 | 10,737 | 432,954 | 40,324 | 3.6 |
| 1977 and 1985 Judges' Retirement | 1998 | 339 | \$ 30,853 | \$ 91,012 | 0.0 % |
| | 1999 | 341 | 30,963 | 90,801 | (0.2) |
| | 2000 | 336 | 30,428 | 90,560 | (0.3) |
| | 2001 | 328 | 29,748 | 90,695 | 0.1 |
| | 2002 | 282 | 25,805 | 91,507 | 0.9 |
| | 2003 | 278 | 25,400 | 91,367 | (0.2) |
| Legislators' Defined Benefit Plan | 1998 | 64 | *NA | *NA | *NA |
| | 1999 | 60 | NA | NA | NA |
| | 2000 | 60 | NA | NA | NA |
| | 2001 | 58 | NA | NA | NA |
| | 2002 | 58 | NA | NA | NA |
| | 2003 | 55 | NA | NA | NA |
| * Benefits are not based on annual payroll. | | | | | |
| Prosecuting Attorneys' Retirement Fund | 1998 | 181 | \$ 11,673 | \$ 64,494 | 4.8 % |
| | 1999 | 202 | 12,566 | 62,210 | (3.5) |
| | 2000 | 240 | 13,422 | 55,926 | (10.1) |
| | 2001 | 211 | 13,636 | 64,624 | 15.6 |
| | 2002 | 205 | 14,438 | 70,427 | 9.0 |
| | 2003 | 218 | 13,159 | 60,360 | (14.3) |
| Excise Police & Conservation Enforcement Officers' Retirement Plan | 1998 | 247 | \$ 10,137 | \$ 41,040 | 2.4 % |
| | 1999 | 269 | 11,317 | 42,071 | 2.5 |
| | 2000 | 261 | 11,306 | 43,318 | 3.0 |
| | 2001 | 255 | 12,486 | 48,966 | 13.0 |
| | 2002 | 254 | 12,654 | 49,818 | 1.7 |
| | 2003 | 254 | 11,944 | 47,024 | (5.6) |

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

Schedules of Retirants and Beneficiaries

(Dollars in Thousands—except Average)

| System | Year Begin 7-1 | Added to Rolls | | Removed From Rolls | | Rolls – End of Year | | % Increase in Annual Allowances+ | Average Annual Allowances+ |
|---|----------------|----------------|--------------------|--------------------|--------------------|---------------------|--------------------|----------------------------------|----------------------------|
| | | No. | Annual Allowances+ | No. | Annual Allowances+ | No. | Annual Allowances+ | | |
| Public Employees' Retirement Fund | 1997 | 3,215 | \$ 17,785 | 1,592 | \$ 5,600 | 46,774 | \$ 204,783 | 9.6 | \$ 4,378 |
| | 1998 | 2,817 | 16,859 | 1,637 | 6,002 | 47,954 | 215,084 | 5.0 | 4,485 |
| | 1999 | 3,101 | 18,686 | 1,750 | 6,590 | 49,305 | 229,846 | 6.9 | 4,662 |
| | 2000 | 3,040 | 19,133 | 1,576 | 6,154 | 50,769 | 244,320 | 6.3 | 4,812 |
| | 2001 | 3,874 | 23,742 | 3,551 | 15,771 | 51,092 | 263,010 | 7.6 | 5,163 |
| | 2002 | 3,978 | 31,424 | 2,114 | 9,216 | 52,956 | 289,667 | 10.1 | 5,470 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund | 1997 | 39 | \$ 466.0 | 7 | \$ 72.7 | 273 | \$ 3,199.3 | 17.2 | \$ 11,719 |
| | 1998* | 1,312 | 20,911.7 | 41 | 643.9 | 1,544 | 23,811.6 | 644.3 | 15,422 |
| | 1999 | 153 | 2,606.0 | 51 | 790.1 | 1,646 | 25,710.5 | 8.0 | 15,620 |
| | 2000 | 134 | 2,070.9 | 63 | 805.1 | 1,717 | 27,729.3 | 7.9 | 16,150 |
| | 2001 | 275 | 4,477.4 | 126 | 1,336.5 | 1,866 | 31,587.3 | 13.9 | 16,928 |
| | 2002 | 90 | 1,558.4 | 50 | 766.7 | 1,906 | 34,088.4 | 7.9 | 17,885 |
| *Indiana statute transferred benefit recipients as of July 1, 1998 from 1925, 1937 & 1953 Funds to this Fund. | | | | | | | | | |
| 1977 and 1985 Judges' Retirement System | 1997 | 9 | \$ 411.9 | 4 | \$ 79.7 | 215 | \$ 6,994.1 | 10.4 | \$ 30,169 |
| | 1998 | 18 | 877.8 | 12 | 313.7 | 221 | 7,393.2 | 5.7 | 33,454 |
| | 1999 | 16 | 715.5 | 8 | 180.7 | 229 | 7,822.1 | 5.8 | 34,158 |
| | 2000 | 20 | 935.8 | 7 | 175.0 | 242 | 8,484.8 | 8.5 | 35,061 |
| | 2001 | 11 | 424.4 | 18 | 838.2 | 235 | 8,031.0 | (5.3) | 34,174 |
| | 2002 | 28 | 1,385.9 | 5 | 166.4 | 258 | 9,915.0 | 23.5 | 38,430 |
| Legislators' Defined Benefit Plan | 1997 | 2 | \$ 8.9 | 0 | \$ 0.0 | 29 | \$ 193.3 | 6.2 | \$ 6,667 |
| | 1998 | 5 | 30.5 | 0 | 0.0 | 34 | 225.4 | 16.6 | 6,629 |
| | 1999 | 1 | 2.4 | 3 | 17.6 | 32 | 211.3 | (6.3) | 6,603 |
| | 2000 | 5 | 37.1 | 2 | 13.0 | 35 | 237.3 | 12.3 | 6,779 |
| | 2001 | 0 | 0.0 | 1 | 5.4 | 34 | 232.0 | (2.2) | 6,822 |
| | 2002 | 9 | 30.5 | 4 | 14.3 | 39 | 245.7 | 5.9 | 6,301 |
| Prosecuting Attorneys' Retirement Fund | 1997 | 1 | \$ 13.8 | 0 | \$ 0 | 14 | \$ 168.6 | 12.6 | 12,042 |
| | 1998 | 2 | 32.1 | 0 | 0 | 16 | 200.6 | 19.0 | 12,540 |
| | 1999 | 1 | 13.5 | 0 | 0 | 17 | 220.2 | 9.8 | 12,951 |
| | 2000 | 2 | 16.0 | 0 | 0 | 19 | 236.1 | 7.3 | 12,429 |
| | 2001 | 0 | 0.0 | 1 | 17.1 | 18 | 216.2 | (8.5) | 12,009 |
| | 2002 | 1 | 30.6 | 2 | 21.3 | 17 | 225.5 | 4.3 | 13,266 |
| Excise Police & Conservation Enforcement Officers' Retirement Plan | 1997 | 10 | \$ 177.6 | 7 | \$ 54.8 | 114 | \$ 1,152.1 | 14.2 | 10,107 |
| | 1998 | 3 | 51.0 | 5 | 38.3 | 112 | 1,186.0 | 2.9 | 10,589 |
| | 1999 | 10 | 123.6 | 3 | 34.5 | 119 | 1,294.6 | 9.2 | 10,879 |
| | 2000 | 10 | 223.7 | 7 | 66.2 | 122 | 1,470.1 | 13.6 | 12,050 |
| | 2001 | 7 | 154.1 | 1 | 16.4 | 128 | 1,619.3 | 10.1 | 12,651 |
| | 2002 | 5 | 107.6 | 5 | 54.2 | 128 | 1,672.6 | 3.3 | 13,067 |

+Includes employee annuities

Statistical Section

SCHEDULE OF ADDITIONS BY SOURCE
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SCHEDULE OF DEDUCTIONS BY TYPE
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SCHEDULE OF BENEFIT DEDUCTIONS BY TYPE
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SCHEDULE OF BENEFIT RECIPIENTS BY
TYPE OF BENEFIT OPTION
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SCHEDULE OF AVERAGE BENEFIT PAYMENTS
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SCHEDULE OF PARTICIPATING EMPLOYERS
83

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Additions by Source

Year Ended June 30

(Dollars in Thousands)

| System | Year | Member Contributions | Employer Contributions | Employer Contributions as a Percent of Covered Payroll | Net Investment Income (Loss) | Transfers from Systems | Other Additions | Total Additions |
|---|------|----------------------|------------------------|--|------------------------------|------------------------|-----------------|-----------------|
| Public Employees' Retirement Fund | 1998 | \$ 96,786 | 196,457 | 6.3 % | \$ 855,924 | 1,606 | 1,652 | 1,152,424 |
| | 1999 | 104,864 | 203,054 | 6.2 | 735,051 | 1,401 | 2,514 | 1,046,885 |
| | 2000 | 111,484 | 215,559 | 6.2 | 535,004 | 1,036 | 238 | 863,321 |
| | 2001 | 113,969 | 198,744 | 5.5 | (260,788) | 2,057 | 348 | 54,330 |
| | 2002 | 119,377 | 208,020 | 5.2 | (389,286) | 1,251 | 446 | (60,192) |
| | 2003 | 128,828 | 213,370 | 5.1 | 340,970 | - | 2,272 | 685,440 |
| | 2004 | 135,963 | 234,918 | 5.2 | 1,351,210 | 2,364 | 18 | 1,724,473 |
| Judges' Retirement System | 1998 | \$ 1,551 | 10,659 | 34.5 % | \$ 9,687 | - | - | 21,897 |
| | 1999 | 1,545 | 11,095 | 35.8 | 8,829 | - | - | 21,469 |
| | 2000 | 1,631 | 11,775 | 38.7 | 6,591 | - | - | 19,997 |
| | 2001 | 1,604 | 12,279 | 41.3 | (3,366) | - | 10 | 10,527 |
| | 2002 | 1,515 | 12,543 | 41.8 | (5,198) | - | - | 8,860 |
| | 2003 | 1,558 | 13,276 | 42.6 | 6,238 | - | - | 21,072 |
| | 2004 | 1,560 | 12,965 | 24.9 | 20,780 | - | 1 | 35,306 |
| Excise Police and Conservation Enforcement Officers' Retirement Plan | 1998 | \$ 66 | 1,724 | 17.0 % | \$ 3,524 | - | - | 5,314 |
| | 1999 | 74 | 1,800 | 15.9 | 3,094 | - | - | 4,968 |
| | 2000 | 68 | 1,937 | 17.1 | 2,270 | - | - | 4,275 |
| | 2001 | 70 | 2,026 | 16.2 | (1,117) | - | - | 979 |
| | 2002 | 69 | 1,904 | 15.2 | (1,687) | - | - | 286 |
| | 2003 | 68 | 1,951 | 15.7 | 1,627 | - | - | 3,646 |
| | 2004 | 74 | 2,120 | 85.9 | 5,971 | - | - | 8,165 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund | 1998 | \$ 15,851 | 55,240 | 21.0 % | \$ 59,840 | - | - | 130,931 |
| | 1999 | 17,536 | 60,785 | 21.0 | 132,378 | - | - | 210,699 |
| | 2000 | 18,620 | 63,447 | 21.0 | 119,276 | - | 32 | 201,375 |
| | 2001 | 21,145 | 73,535 | 21.0 | 91,028 | 13 | 37 | 185,758 |
| | 2002 | 25,229 | 82,643 | 21.0 | (45,778) | - | 37 | 62,131 |
| | 2003 | 23,840 | 85,062 | 21.0 | (70,509) | - | - | 38,406 |
| | 2004 | 28,029 | 98,489 | 21.0 | 278,248 | - | 141 | 404,907 |
| Legislators' Retirement System-Defined Benefit Plan | 1998 | \$ - | 201 | - % | \$ 511 | - | - | 712 |
| | 1999 | - | 201 | - | 430 | - | - | 631 |
| | 2000 | - | 170 | - | 296 | - | - | 466 |
| | 2001 | - | 170 | - | (157) | - | - | 13 |
| | 2002 | - | 187 | - | (233) | - | 13 | (46) |
| | 2003 | - | 187 | - | 157 | - | - | 344 |
| | 2004 | - | 206 | - | 646 | - | - | 852 |
| Prosecuting Attorneys' Retirement Fund | 1998 | \$ 809 | 184 | 1.6 % | \$ 848 | - | - | 1,840 |
| | 1999 | 819 | 184 | 1.5 | 863 | - | - | 1,866 |
| | 2000 | 830 | 275 | 2.0 | 624 | - | - | 1,730 |
| | 2001 | 843 | 275 | 2.0 | (322) | - | - | 796 |
| | 2002 | 803 | 436 | 3.3 | (524) | - | - | 715 |
| | 2003 | 836 | 446 | 3.2 | 614 | - | - | 1,896 |
| | 2004 | 900 | 933 | 3.1 | 2,147 | - | - | 3,980 |
| Legislators' Retirement System-Defined Contribution Plan | 1998 | \$ 880 | - | - % | \$ 946 | - | - | 1,826 |
| | 1999 | 970 | - | - | 866 | - | - | 1,836 |
| | 2000 | 906 | - | - | 654 | - | - | 1,560 |
| | 2001 | 954 | - | - | (393) | - | - | 561 |
| | 2002 | 1,092 | - | - | (446) | - | - | 646 |
| | 2003 | 1,226 | - | - | 519 | - | - | 1,745 |
| | 2004 | 1,329 | - | - | 1,974 | - | 36 | 3,339 |

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

Schedule of Deductions by Type

Year Ended June 30

(Dollars in Thousands)

| System | Year | Benefit Payments | Refunds | Transfers to Systems | Administrative | Total Deductions |
|---|------|------------------|---------|----------------------|----------------|------------------|
| Public Employees' Retirement Fund | 1998 | \$ 237,817 | 33,010 | 1,313 | 3,726 | 275,866 |
| | 1999 | 248,456 | 35,766 | 1,344 | 1,564 | 287,130 |
| | 2000 | 270,819 | 33,943 | 1,768 | 5,991 | 312,521 |
| | 2001 | 283,055 | 28,884 | 2,415 | 8,451 | 322,805 |
| | 2002 | 297,293 | 29,104 | 1,254 | 14,567 | 342,218 |
| | 2003 | 324,764 | 29,637 | - | 9,247 | 363,648 |
| | 2004 | 361,454 | 32,906 | 2,781 | 13,418 | 410,559 |
| Judges' Retirement System | 1998 | \$ 6,922 | 45 | - | 155 | 7,122 |
| | 1999 | 7,332 | 4 | - | 200 | 7,537 |
| | 2000 | 7,721 | 21 | - | 156 | 7,899 |
| | 2001 | 8,201 | 59 | - | 199 | 8,459 |
| | 2002 | 8,355 | 2 | - | 250 | 8,607 |
| | 2003 | 8,611 | 46 | - | 110 | 8,767 |
| | 2004 | 9,041 | 45 | - | 197 | 9,283 |
| Excise Police and Conservation Enforcement Officers' Retirement Plan | 1998 | \$ 1,142 | 3 | - | 135 | 1,280 |
| | 1999 | 1,154 | - | - | 149 | 1,303 |
| | 2000 | 1,253 | 4 | - | 143 | 1,400 |
| | 2001 | 1,420 | 1 | - | 151 | 1,572 |
| | 2002 | 1,571 | - | - | 239 | 1,810 |
| | 2003 | 1,711 | 40 | - | 40 | 1,791 |
| | 2004 | 1,821 | - | - | 63 | 1,884 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund | 1998 | \$ 3,317 | 1,915 | - | 551 | 5,782 |
| | 1999 | 18,697 | 2,125 | - | 1,534 | 22,356 |
| | 2000 | 26,083 | 1,972 | - | 580 | 28,635 |
| | 2001 | 28,463 | 1,574 | - | 656 | 30,693 |
| | 2002 | 30,547 | 2,091 | - | 1,409 | 34,047 |
| | 2003 | 32,073 | 2,321 | - | 1,510 | 35,904 |
| | 2004 | 34,717 | 2,465 | - | 2,405 | 39,587 |
| Legislators' Retirement System-Defined Benefit Plan | 1998 | \$ 174 | - | - | 81 | 256 |
| | 1999 | 187 | - | - | 83 | 269 |
| | 2000 | 211 | - | - | 76 | 287 |
| | 2001 | 223 | - | - | 107 | 330 |
| | 2002 | 231 | - | - | 133 | 364 |
| | 2003 | 328 | - | - | 23 | 351 |
| | 2004 | 263 | - | - | 24 | 287 |
| Prosecuting Attorneys' Retirement Fund | 1998 | \$ 152 | 29 | - | 81 | 262 |
| | 1999 | 188 | 179 | - | 71 | 438 |
| | 2000 | 216 | 54 | - | 69 | 339 |
| | 2001 | 224 | 32 | - | 76 | 332 |
| | 2002 | 267 | 49 | - | 125 | 441 |
| | 2003 | 254 | 172 | - | 21 | 447 |
| | 2004 | 357 | - | - | 25 | 382 |
| Legislators' Retirement System-Defined Contribution Plan | 1998 | \$ - | 120 | - | - | 120 |
| | 1999 | - | 611 | - | - | 611 |
| | 2000 | - | 306 | - | - | 306 |
| | 2001 | - | 378 | - | - | 378 |
| | 2002 | - | 149 | - | - | 149 |
| | 2003 | - | 343 | - | - | 343 |
| | 2004 | - | 103 | - | - | 103 |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Benefit Deductions by Type

Year Ended June 30

(Dollars in Thousands)

| System | Year | Pension Benefits | Disability Benefits | Funeral Benefits | Total Benefits |
|---|------|------------------|---------------------|------------------|----------------|
| Public Employees' Retirement Fund | 1998 | \$ 226,527 | 11,290 | — | 237,817 |
| | 1999 | 236,627 | 11,829 | — | 248,456 |
| | 2000 | 258,075 | 12,744 | — | 270,819 |
| | 2001 | 269,415 | 13,640 | — | 283,055 |
| | 2002 | 282,294 | 14,999 | — | 297,293 |
| | 2003 | 305,908 | 16,843 | — | 322,751 |
| | 2004 | 346,878 | 14,576 | — | 361,454 |
| Judges' Retirement System | 1998 | \$ 6,756 | 165 | — | 6,921 |
| | 1999 | 7,135 | 198 | — | 7,333 |
| | 2000 | 7,513 | 208 | — | 7,721 |
| | 2001 | 7,974 | 227 | — | 8,201 |
| | 2002 | 8,176 | 179 | — | 8,355 |
| | 2003 | 8,491 | 120 | — | 8,611 |
| | 2004 | 9,004 | 37 | — | 9,041 |
| Excise Police and Conservation Enforcement Officers' Retirement Plan | 1998 | \$ 1,098 | 44 | — | 1,142 |
| | 1999 | 1,114 | 40 | — | 1,154 |
| | 2000 | 1,211 | 42 | — | 1,253 |
| | 2001 | 1,377 | 43 | — | 1,420 |
| | 2002 | 1,523 | 48 | — | 1,571 |
| | 2003 | 1,644 | 67 | — | 1,711 |
| | 2004 | 1,795 | 26 | — | 1,821 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund | 1998 | \$ 703 | 2,589 | 24 | 3,316 |
| | 1999 | 12,918 | 5,679 | 101 | 18,698 |
| | 2000 | 18,995 | 6,993 | 96 | 26,084 |
| | 2001 | 20,583 | 7,724 | 156 | 28,463 |
| | 2002 | 22,089 | 8,359 | 99 | 30,547 |
| | 2003 | 23,002 | 8,765 | 306 | 32,073 |
| | 2004 | 30,538 | 4,121 | 58 | 34,717 |
| Legislators' Retirement System-Defined Benefit Plan | 1998 | \$ 169 | 5 | — | 174 |
| | 1999 | 187 | — | — | 187 |
| | 2000 | 211 | — | — | 211 |
| | 2001 | 223 | — | — | 223 |
| | 2002 | 231 | — | — | 231 |
| | 2003 | 322 | 6 | — | 328 |
| | 2004 | 261 | 2 | — | 263 |
| Prosecuting Attorneys' Retirement Fund | 1998 | \$ 152 | — | — | 152 |
| | 1999 | 188 | — | — | 188 |
| | 2000 | 216 | — | — | 216 |
| | 2001 | 224 | — | — | 224 |
| | 2002 | 267 | — | — | 267 |
| | 2003 | 254 | — | — | 254 |
| | 2004 | 347 | 10 | — | 357 |

Schedule of Benefit Recipients by Type of Benefit Option

Year Ended June 30, 2004

(Dollars in Thousands)

| System | Amount of Monthly Benefit | Number of Benefit Recipients by Benefit Option | | | | | | | | | Total |
|---|---------------------------|--|-------|--------|-------|-------|-----|-------|-------|-------|--------|
| | | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | |
| Public Employees' Retirement Fund | \$1-500 | 15,523 | 6,659 | 10,643 | 1,221 | 1,794 | 332 | 1,267 | 1,244 | - | 38,683 |
| | 501-1,000 | 4,580 | 2,430 | 3,388 | 630 | 942 | 94 | 666 | 282 | - | 13,012 |
| | 1,001-1,500 | 939 | 523 | 860 | 231 | 312 | 33 | 193 | 48 | - | 3,139 |
| | 1,501-2,000 | 255 | 157 | 270 | 79 | 68 | 11 | 68 | 12 | - | 920 |
| | 2,001-3,000 | 89 | 83 | 114 | 54 | 48 | 4 | 48 | 3 | - | 443 |
| | over 3,000 | 21 | 6 | 19 | 8 | 10 | 1 | 5 | 0 | - | 70 |
| | | 21,407 | 9,858 | 15,294 | 2,223 | 3,174 | 475 | 2,247 | 1,589 | - | 56,267 |
| Judges' Retirement System | \$1-1,000 | - | - | - | - | 34 | - | - | - | - | 34 |
| | 1,001-2,000 | - | - | - | - | 57 | - | - | - | - | 57 |
| | 2,001-3,000 | - | - | - | - | 19 | - | - | - | - | 19 |
| | 3,001-4,000 | - | - | - | - | 42 | - | - | - | - | 42 |
| | 4,001-5,000 | - | - | - | - | 85 | - | - | - | - | 85 |
| | over 5,000 | - | - | - | - | 11 | - | - | - | - | 11 |
| | | - | - | - | - | 248 | - | - | - | - | 248 |
| Excise Police and Conservation Enforcement Officers' Retirement Plan | \$1-500 | - | - | - | - | 35 | - | - | - | - | 35 |
| | 501-1,000 | - | - | - | - | 27 | - | - | - | - | 27 |
| | 1,001-1,500 | - | - | - | - | 28 | - | - | - | - | 28 |
| | 1,501-2,000 | - | - | - | - | 16 | - | - | - | - | 16 |
| | 2,001-3,000 | - | - | - | - | 24 | - | - | - | - | 24 |
| | over 3,000 | - | - | - | - | 1 | - | - | - | - | 1 |
| | | - | - | - | - | 131 | - | - | - | - | 131 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund | \$1-500 | - | - | - | - | - | - | - | - | 121 | 121 |
| | 501-1,000 | - | - | - | - | - | - | - | - | 322 | 322 |
| | 1,001-1,500 | - | - | - | - | - | - | - | - | 710 | 710 |
| | 1,501-2,000 | - | - | - | - | - | - | - | - | 656 | 656 |
| | 2,001-3,000 | - | - | - | - | - | - | - | - | 236 | 236 |
| | over 3,000 | - | - | - | - | - | - | - | - | 0 | 0 |
| | | - | - | - | - | - | - | - | - | 2,045 | 2,045 |
| Legislators' Retirement System-Defined Benefit Plan | \$1-500 | - | - | - | - | 24 | - | - | - | - | 24 |
| | 501-1,000 | - | - | - | - | 15 | - | - | - | - | 15 |
| | 1,001-1,500 | - | - | - | - | 5 | - | - | - | - | 5 |
| | 1,501-2,000 | - | - | - | - | 0 | - | - | - | - | 0 |
| | 2,001-3,000 | - | - | - | - | 0 | - | - | - | - | 0 |
| | over 3,000 | - | - | - | - | 0 | - | - | - | - | 0 |
| | | - | - | - | - | 44 | - | - | - | - | 44 |
| Prosecuting Attorneys' Retirement Fund | \$1-500 | - | - | - | - | 2 | - | - | - | - | 2 |
| | 501-1,000 | - | - | - | - | 2 | - | - | - | - | 2 |
| | 1,001-1,500 | - | - | - | - | 10 | - | - | - | - | 10 |
| | 1,501-2,000 | - | - | - | - | 3 | - | - | - | - | 3 |
| | 2,001-3000 | - | - | - | - | 1 | - | - | - | - | 1 |
| | over 3,000 | - | - | - | - | 0 | - | - | - | - | 0 |
| | | - | - | - | - | 18 | - | - | - | - | 18 |

1 - Monthly benefit for retiree's life. If retiree receives benefits for at least five years prior to their death, there is no benefit payable to a designated beneficiary. If retiree dies prior to receiving benefits for five years, the beneficiary will receive the remainder of those five years of monthly benefits or the present value of those remaining payments in a lump sum.

2 - Monthly benefit for retiree's life. Upon retiree's death, no benefit payable to beneficiary.

3 - Monthly benefit for retiree's life. Upon retiree's death, beneficiary receives the same monthly benefit for life.

4 - Monthly benefit for retiree's life. Upon retiree's death, beneficiary receives two-thirds of the monthly benefit for life.

5 - Monthly benefit for retiree's life. Upon retiree's death, beneficiary receives one-half of the monthly benefit for life.

6 - Monthly benefit for retiree between ages 50 and 62 who elects to integrate Social Security with the PERF benefit. At age 62, PERF benefit is reduced or terminated depending on the estimated monthly benefit from Social Security at age 62.

7 - Monthly benefit for retiree's life. If retiree dies prior to receiving benefit for five years, beneficiary receives either a monthly benefit of the pension amount only for the remainder of those five years, or the present value of those pension payments in a lump sum. Beneficiary also receives a single payment of any residual balance remaining in retiree's annuity savings account, if not already depleted.

8 - Denotes members who are receiving a survivor benefit from this particular fund.

9 - Monthly benefit for retiree's life. Upon retiree's death, surviving spouse receives 60% of monthly benefit for life and each surviving child receives 20% of monthly benefit until age 18 or 23 if enrolled in secondary school or accredited college or university.

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Average Benefit Payments

Year Ended June 30

| Fund | Year | | Years of Service | | | | | |
|--|---------------------------------|---------------------------------|------------------|--------|--------|--------|--------|--------|
| | | | 5-9 ³ | 10-14 | 15-19 | 20-24 | 25-29 | 30+ |
| Public Employees' Retirement Fund¹ | 1998 | Average Monthly Defined Benefit | \$ 115 | \$ 197 | \$ 374 | \$ 374 | \$ 517 | \$ 840 |
| | | Average Monthly Annuity | 35 | 78 | 104 | 129 | 170 | 255 |
| | | Average Final Average Salary | 17,251 | 19,964 | 21,164 | 20,622 | 22,738 | 27,076 |
| | | Number of Benefit Recipients | 47 | 256 | 300 | 282 | 228 | 201 |
| | 1999 | Average Monthly Defined Benefit | 125 | 200 | 302 | 419 | 559 | 881 |
| | | Average Monthly Annuity | 35 | 78 | 116 | 151 | 197 | 308 |
| | | Average Final Average Salary | 18,173 | 19,684 | 21,542 | 23,161 | 24,178 | 29,270 |
| | | Number Benefit Recipients | 37 | 276 | 298 | 323 | 203 | 202 |
| | 2000 | Average Monthly Defined Benefit | 104 | 204 | 330 | 399 | 516 | 882 |
| | | Average Monthly Annuity | 32 | 88 | 131 | 147 | 187 | 310 |
| | | Average Final Average Salary | 18,861 | 20,092 | 23,691 | 22,024 | 21,930 | 28,912 |
| | | Number of Benefit Recipients | 20 | 279 | 222 | 305 | 204 | 188 |
| | 2001 | Average Monthly Defined Benefit | 100 | 219 | 330 | 413 | 605 | 964 |
| | | Average Monthly Annuity | 40 | 92 | 131 | 161 | 223 | 355 |
| | | Average Final Average Salary | 16,582 | 20,783 | 23,691 | 22,597 | 26,717 | 31,823 |
| | | Number of Benefit Recipients | 11 | 220 | 222 | 210 | 157 | 154 |
| | 2002 | Average Monthly Defined Benefit | 134 | 192 | 302 | 388 | 505 | 867 |
| | | Average Monthly Annuity | 40 | 84 | 134 | 159 | 210 | 364 |
| | | Average Final Average Salary | 19,717 | 20,278 | 23,903 | 22,435 | 24,229 | 31,447 |
| | | Number of Benefit Recipients | 31 | 262 | 280 | 218 | 149 | 123 |
| 2003 | Average Monthly Defined Benefit | 136 | 248 | 341 | 453 | 612 | 994 | |
| | Average Total ASA Distribution | 30 | 76 | 112 | 138 | 188 | 268 | |
| | Average Final Average Salary | 18,492 | 20,986 | 23,385 | 24,026 | 26,228 | 31,972 | |
| | Number of Benefit Recipients | 75 | 380 | 427 | 328 | 209 | 260 | |
| 2004 | Average Monthly Defined Benefit | 151 | 248 | 341 | 491 | 650 | 1,127 | |
| | Average Total ASA Distribution | 48 | 93 | 124 | 177 | 234 | 398 | |
| | Average Final Average Salary | 17,976 | 18,941 | 21,873 | 25,337 | 26,288 | 33,592 | |
| | Number of Benefit Recipients | 61 | 423 | 500 | 383 | 346 | 564 | |
| Public Employees' Retirement Fund² | 1998 | Average Monthly Defined Benefit | \$ 124 | \$ 206 | \$ 281 | \$ 412 | \$ 545 | \$ 879 |
| | | Average Total ASA Distribution | 4,820 | 9,017 | 14,108 | 18,452 | 24,838 | 37,786 |
| | | Average Final Average Salary | 19,204 | 20,168 | 21,219 | 22,733 | 24,312 | 29,389 |
| | | Number of Benefit Recipients | 79 | 243 | 361 | 302 | 210 | 182 |
| | 1999 | Average Monthly Defined Benefit | 116 | 211 | 310 | 408 | 578 | 924 |
| | | Average Total ASA Distribution | 4,623 | 10,008 | 15,409 | 19,467 | 25,437 | 39,885 |
| | | Average Final Average Salary | 17,800 | 20,520 | 22,871 | 23,054 | 25,138 | 30,741 |
| | | Number of Benefit Recipients | 66 | 244 | 372 | 312 | 227 | 212 |
| | 2000 | Average Monthly Defined Benefit | 126 | 218 | 218 | 437 | 594 | 953 |
| | | Average Total ASA Distribution | 5,498 | 10,462 | 10,462 | 21,203 | 29,080 | 42,117 |
| | | Average Final Average Salary | 19,054 | 20,891 | 20,891 | 24,580 | 26,260 | 31,576 |
| | | Number of Benefit Recipients | 37 | 272 | 272 | 338 | 246 | 238 |
| | 2001 | Average Monthly Defined Benefit | 110 | 217 | 217 | 446 | 597 | 1,035 |
| | | Average Total ASA Distribution | 4,817 | 11,161 | 11,161 | 22,947 | 29,191 | 44,352 |
| | | Average Final Average Salary | 19,810 | 19,869 | 19,869 | 24,866 | 26,046 | 33,862 |
| | | Number of Benefit Recipients | 11 | 207 | 207 | 289 | 231 | 243 |
| | 2002 | Average Monthly Defined Benefit | 113 | 191 | 294 | 402 | 530 | 840 |
| | | Average Total ASA Distribution | 4,527 | 10,411 | 14,847 | 19,289 | 24,338 | 39,530 |
| | | Average Final Average Salary | 17,721 | 20,627 | 24,415 | 26,292 | 26,995 | 33,773 |
| | | Number of Benefit Recipients | 38 | 233 | 355 | 361 | 255 | 290 |
| 2003 | Average Monthly Defined Benefit | 148 | 252 | 348 | 507 | 672 | 1,039 | |
| | Average Total ASA Distribution | 6,584 | 11,109 | 16,212 | 20,446 | 24,393 | 35,515 | |
| | Average Final Average Salary | 21,488 | 22,491 | 25,601 | 27,491 | 29,760 | 33,529 | |
| | Number of Benefit Recipients | 68 | 271 | 386 | 356 | 302 | 428 | |
| 2004 | Average Monthly Defined Benefit | 123 | 259 | 354 | 504 | 639 | 1,199 | |
| | Average Total ASA Distribution | 5,394 | 9,350 | 12,848 | 14,247 | 15,566 | 21,413 | |
| | Average Final Average Salary | 18,490 | 20,472 | 25,592 | 26,941 | 28,301 | 35,511 | |
| | Number of Benefit Recipients | 57 | 211 | 324 | 295 | 229 | 421 | |

¹ Members may choose to take the distribution of their Annuity Savings Account (ASA) in two ways. This represents those retirees who elected to receive their ASA account as a supplement in addition to their monthly pension benefit.
² Members may choose to take the distribution of their Annuity Savings Account (ASA) in two ways. This represents those retirees who elected to receive their ASA account balance as a total distribution at the time of retirement.
³ Members with less than 10 years of service are receiving a disability benefit from PERF.

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

Schedule of Average Benefit Payments (continued)

Year Ended June 30

| Fund | Year | | Years of Service | | | | | 30+ |
|--|------------------------------|------------------------------|------------------|----------|----------|----------|----------|----------|
| | | | 5-9 | 10-14 | 15-19 | 20-24 | 25-29 | |
| Judges' Retirement System | 1998 | Average Monthly Benefit | \$ 1,830 | \$ 3,695 | \$ - | \$ 4,616 | \$ - | \$ - |
| | | Average Final Average Salary | 85,000 | 90,000 | - | 70,000 | - | - |
| | | Number of Benefit Recipients | 1 | 3 | - | 4 | - | - |
| | 1999 | Average Monthly Benefit | - | 3,769 | 4,097 | 4,603 | 4,500 | - |
| | | Average Final Average Salary | - | 90,000 | 90,000 | 80,000 | 90,000 | - |
| | | Number of Benefit Recipients | - | 4 | 4 | 8 | 1 | - |
| | 2000 | Average Monthly Benefit | 2,081 | 3,722 | 4,275 | 4,500 | 5,250 | 4,500 |
| | | Average Final Average Salary | 90,000 | 90,000 | 90,000 | 90,000 | 30,000 | 90,000 |
| | | Number of Benefit Recipients | 1 | - | 1 | 1 | 4 | 1 |
| | 2001 | Average Monthly Benefit | - | 2,910 | 4,200 | 4,500 | 4,500 | 4,500 |
| | | Average Final Average Salary | - | 90,000 | 90,000 | 90,000 | 90,000 | 90,000 |
| | | Number of Benefit Recipients | - | 2 | 1 | 6 | 6 | 1 |
| | 2002 | Average Monthly Benefit | 1,783 | 1,972 | 3,947 | - | 4,402 | 4,301 |
| | | Average Final Average Salary | 90,000 | 90,000 | 90,000 | - | 90,000 | 90,000 |
| | | Number of Benefit Recipients | 1 | 3 | 1 | - | 1 | 1 |
| | 2003 | Average Monthly Benefit | 1,469 | 2,485 | 4,146 | 4,356 | 4,500 | 4,500 |
| | | Average Final Average Salary | 90,000 | 90,000 | 90,000 | 90,000 | 90,000 | 90,000 |
| | | Number of Benefit Recipients | 2 | 5 | 3 | 2 | 6 | 1 |
| 2004 | Average Monthly Benefit | 1,800 | 3,615 | 3,832 | 3,648 | 4,500 | - | |
| | Average Final Average Salary | 90,000 | 90,000 | 90,000 | 90,000 | 90,000 | - | |
| | Number of Benefit Recipients | 1 | 1 | 1 | 3 | 1 | - | |
| Excise Police and Conservation Enforcement Officers' Retirement Plan | 1998 | Average Monthly Benefit | \$ - | \$ - | \$ 508 | \$ - | \$ 1,516 | \$ 2,075 |
| | | Average Final Average Salary | - | - | 1,673 | - | 38,064 | 43,456 |
| | | Number of Benefit Recipients | - | - | 1 | - | 2 | 5 |
| | 1999 | Average Monthly Benefit | - | - | - | - | 1,404 | 2,559 |
| | | Average Final Average Salary | - | - | - | - | 33,037 | 54,854 |
| | | Number of Retired | - | - | - | - | 1 | 1 |
| | 2000 | Average Monthly Benefit | - | - | - | 974 | 1,857 | 2,141 |
| | | Average Final Average Salary | - | - | - | 40,194 | 42,053 | 43,786 |
| | | Number of Benefit Recipients | - | - | - | 2 | 1 | 2 |
| | 2001 | Average Monthly Benefit | - | - | - | 1,378 | 2,237 | 2,133 |
| | | Average Final Average Salary | - | - | - | 38,168 | 49,728 | 43,351 |
| | | Number of Benefit Recipients | - | - | - | 1 | 3 | 3 |
| | 2002 | Average Monthly Benefit | - | - | - | 1,011 | 1,838 | 2,173 |
| | | Average Final Average Salary | - | - | - | 44,215 | 45,652 | 46,295 |
| | | Number of Benefit Recipients | - | - | - | 1 | 3 | 3 |
| | 2004 | Average Monthly Benefit | - | - | - | - | - | 1,946 |
| | | Average Final Average Salary | - | - | - | - | - | 41,945 |
| | | Number of Benefit Recipients | - | - | - | - | - | 4 |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund¹ | 1998 | Average Monthly Benefit | \$ 1,418 | \$ 1,171 | \$ 1,271 | \$ 1,313 | \$ 1,688 | \$ 1,848 |
| | | Average Final Average Salary | 34,046 | 28,123 | 30,522 | 28,854 | 31,188 | 30,734 |
| | | Number of Benefit Recipients | 7 | 4 | 13 | 36 | 50 | 30 |
| | 1999 | Average Monthly Benefit | 1,480 | 1,494 | 1,360 | 1,215 | 1,345 | 1,847 |
| | | Average Final Average Salary | 35,542 | 35,871 | 32,656 | 27,374 | 25,644 | 30,681 |
| | | Number of Benefit Recipients | 6 | 3 | 11 | 27 | 5 | 3 |
| | 2000 | Average Monthly Benefit | 1,320 | 1,510 | 1,343 | 1,276 | 1,563 | 2,433 |
| | | Average Final Average Salary | 31,658 | 36,247 | 32,240 | 29,436 | 29,853 | 41,718 |
| | | Number of Benefit Recipients | 7 | 15 | 7 | 104 | 18 | 2 |
| | 2001 | Average Monthly Benefit | \$ 1,441 | \$ 1,478 | \$ 4,200 | \$ 1,490 | \$ 1,915 | \$ 1,800 |
| | | Average Final Average Salary | 36,718 | 35,489 | 90,000 | 35,774 | 35,318 | 30,000 |
| | | Number of Benefit Recipients | 9 | 9 | 1 | 15 | 5 | 1 |

¹ Members receiving benefits in this fund with less than 20 years of service are receiving a disability benefit from the 1977 Police Officers' and Firefighters' Pension and Disability Fund. Since January 1, 1990, there are two disability programs under this fund. The original program is available only to members initially hired before January 1, 1990 and who elected not to be covered by the new program. The new program is applicable to all members hired after December 31, 1989. Members deemed qualified under the original program are entitled to a benefit equal to that of a member with 20 years of service at age 55, and subject to annual medical review up to the point the member actually reaches 20 years of service and age 55. The new program has three "classes" of impairment with varied entitlements based on the covered impairment.

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Average Benefit Payments (continued)

Year Ended June 30

| Fund | Year | | Years of Service | | | | | 30+ |
|--|------------------------------|---------------------------------|------------------|--------|--------|--------|--------|--------|
| | | | 5-9 | 10-14 | 15-19 | 20-24 | 25-29 | |
| 1977 Police Officers' and Firefighters' Pension and Disability Fund¹ <i>continued</i> | 2002 | Average Monthly Benefit | 1,219 | 1,552 | 1,348 | 1,432 | 2,352 | 1,798 |
| | | Average Final Average Salary | 32,183 | 39,458 | 30,446 | 29,444 | 42,774 | 23,000 |
| | | Number of Benefit Recipients | 2 | 5 | 4 | 50 | 1 | 1 |
| | 2003 | Average Monthly Benefit | 1,087 | 1,411 | 885 | 1,430 | 1,392 | 819 |
| | | Average Final Average Salary | 37,992 | 38,508 | 38,468 | 37,056 | 39,998 | 28,055 |
| | | Number of Benefit Recipients | 17 | 10 | 21 | 58 | 10 | 3 |
| | 2004 | Average Monthly Benefit | 1,121 | 1,167 | 1,452 | 1,566 | 1,814 | 1,248 |
| | | Average Final Average Salary | 36,790 | 29,968 | 34,631 | 33,285 | 32,382 | - |
| | | Number of Benefit Recipients | 10 | 13 | 14 | 65 | 18 | 7 |
| Legislators' Retirement System-Defined Benefit Plan² | 1998 | Average Monthly Defined Benefit | 360 | 418 | - | 920 | - | - |
| | | Average Final Average Salary | 11,600 | 11,600 | - | 11,600 | - | - |
| | | Number of Benefit Recipients | 1 | 1 | - | 1 | - | - |
| | 1999 | Average Monthly Defined Benefit | 200 | 440 | 600 | - | 1,000 | - |
| | | Average Final Average Salary | 27,825 | 29,409 | 18,742 | - | 23,017 | - |
| | | Number of Benefit Recipients | 1 | 1 | 1 | - | 1 | - |
| | 2000 | Average Monthly Defined Benefit | - | - | - | - | - | - |
| | | Average Final Average Salary | - | - | - | - | - | - |
| | | Number of Benefit Recipients | - | - | - | - | - | - |
| | 2001 | Average Monthly Defined Benefit | - | 490 | 680 | 840 | - | - |
| | | Average Final Average Salary | - | 18,275 | 11,600 | 39,521 | - | - |
| | | Number of Benefit Recipients | - | 1 | 1 | 1 | - | - |
| | 2002 | Average Monthly Defined Benefit | - | 447 | - | - | - | - |
| | | Average Final Average Salary | - | 11,600 | - | - | - | - |
| | | Number of Benefit Recipients | - | 1 | - | - | - | - |
| | 2003 | Average Monthly Benefit | 249 | 480 | - | - | - | - |
| | | Average Final Average Salary | 31,980 | 37,675 | - | - | - | - |
| | | Number of Benefit Recipients | 3 | 1 | - | - | - | - |
| 2004 | Average Monthly Benefit | 230 | 338 | 640 | - | - | - | |
| | Average Final Average Salary | 13,167 | 8,505 | 30,813 | - | - | - | |
| | Number of Benefit Recipients | 2 | 2 | 2 | - | - | - | |
| Prosecuting Attorneys' Retirement Fund | 1998 | Average Monthly Benefit | - | - | - | - | - | - |
| | | Average Final Average Salary | - | - | - | - | - | - |
| | | Number of Benefit Recipients | - | - | - | - | - | - |
| | 1999 | Average Monthly Benefit | - | 1,396 | 953 | - | - | 1,497 |
| | | Average Final Average Salary | - | 67,500 | 58,850 | - | - | 90,000 |
| | | Number of Benefit Recipients | - | 2 | 1 | - | - | 1 |
| | 2000 | Average Monthly Benefit | - | 1,012 | 802 | - | - | - |
| | | Average Final Average Salary | - | 40,500 | 58,544 | - | - | - |
| | | Number of Benefit Recipients | - | 1 | 1 | - | - | - |
| | 2001 | Average Monthly Benefit | - | - | 462 | - | - | - |
| | | Average Final Average Salary | - | - | 32,008 | - | - | - |
| | | Number of Benefit Recipients | - | - | 1 | - | - | - |
| | 2002 | Average Monthly Benefit | - | 882 | - | - | - | - |
| | | Average Final Average Salary | - | 40,500 | - | - | - | - |
| | | Number of Benefit Recipients | - | 1 | - | - | - | - |
| 2003 | Average Monthly Benefit | - | - | - | 2,552 | 1,321 | - | |
| | Average Final Average Salary | - | - | - | 90,000 | 54,006 | - | |
| | Number of Benefit Recipients | - | - | - | 1 | 3 | - | |
| 2004 | Average Monthly Benefit | - | - | - | - | - | - | |
| | Average Final Average Salary | - | - | - | - | - | - | |
| | Number of Benefit Recipients | - | - | - | - | - | - | |

1 - Members receiving benefits in this fund with less than 20 years of service are receiving a disability benefit from the 1977 Police Officers' and Firefighters' Pension and Disability Fund. Since January 1, 1990, there are two disability programs under this fund. The original program is available only to members initially hired before January 1, 1990 and who elected not to be covered by the new program. The new program is applicable to all members hired after December 31, 1989. Members deemed qualified under the original program are entitled to a benefit equal to that of a member with 20 years of service at age 55, and subject to annual medical review up to the point the member actually reaches 20 years of service and age 55. The new program has three "classes" of impairment with varied entitlements based on the covered impairment.

2 - Benefit calculations for this fund are based on years of service, not final average salary.

Schedule of Participating Employers

Year Ended June 30

PE= Public Employees' Retirement Fund
 LE= Legislators' Retirement System
 PA= Prosecuting Attorneys' Retirement Fund
 JU= 1977 and 1985 Judges' Retirement System
 77= 1977 Police Officers' and Firefighters' Pension
 and Disability Fund
 EC= Excise Police and Conservation Enforcement
 Officers' Retirement Fund

| Employer's Name | PE | LE | PA | JU | 77 | EC |
|-------------------|----|----|----|----|----|----|
| CARROLL COUNTY | PE | | | | | |
| CASS COUNTY | PE | | | | | |
| CLARK COUNTY | PE | | | | | |
| CLAY COUNTY | PE | | | | | |
| CLINTON COUNTY | PE | | | | | |
| CRAWFORD COUNTY | PE | | | | | |
| DAVISS COUNTY | PE | | | | | |
| DEARBORN COUNTY | PE | | | | | |
| DECATUR COUNTY | PE | | | | | |
| DEKALB COUNTY | PE | | | | | |
| DELAWARE COUNTY | PE | | | | | |
| DUBOIS COUNTY | PE | | | | | |
| ELKHART COUNTY | PE | | | | | |
| FAYETTE COUNTY | PE | | | | | |
| FLOYD COUNTY | PE | | | | | |
| FOUNTAIN COUNTY | PE | | | | | |
| FRANKLIN COUNTY | PE | | | | | |
| FULTON COUNTY | PE | | | | | |
| GIBSON COUNTY | PE | | | | | |
| GRANT COUNTY | PE | | | | | |
| GREENE COUNTY | PE | | | | | |
| HAMILTON COUNTY | PE | | | | | |
| HANCOCK COUNTY | PE | | | | | |
| HARRISON COUNTY | PE | | | | | |
| HENDRICKS COUNTY | PE | | | | | |
| HENRY COUNTY | PE | | | | | |
| HOWARD COUNTY | PE | | | | | |
| HUNTINGTON COUNTY | PE | | | | | |
| JACKSON COUNTY | PE | | | | | |
| JASPER COUNTY | PE | | | | | |
| JAY COUNTY | PE | | | | | |
| JEFFERSON COUNTY | PE | | | | | |
| JENNINGS COUNTY | PE | | | | | |
| JOHNSON COUNTY | PE | | | | | |
| KNOX COUNTY | PE | | | | | |
| KOSCIUSKO COUNTY | PE | | | | | |
| LAGRANGE COUNTY | PE | | | | | |
| LAKE COUNTY | PE | | | | | |
| LAPORTE COUNTY | PE | | | | | |
| LAWRENCE COUNTY | PE | | | | | |
| MADISON COUNTY | PE | | | | | |
| MARION COUNTY | PE | | | | | |
| MARSHALL COUNTY | PE | | | | | |
| MARTIN COUNTY | PE | | | | | |
| MIAMI COUNTY | PE | | | | | |

| Employer's Name | PE | LE | PA | JU | 77 | EC |
|--|----|----|----|----|----|----|
| State Employers | | | | | | |
| STATE OF INDIANA | PE | LE | PA | JU | | EC |
| BALL STATE UNIVERSITY | PE | | | | | |
| CAPITAL IMPROVEMENTS BOARD | PE | | | | | |
| EMPLOYMENT SECURITY DIVISION | PE | | | | | |
| INDIANA BOARD FOR DEPOSITORIES | PE | | | | | |
| INDIANA BOND BANK | PE | | | | | |
| INDIANA DEVELOPMENT FINANCE AUTHORITY | PE | | | | | |
| INDIANA HOUSING FINANCE AUTHORITY | PE | | | | | |
| INDIANA NATIONAL GUARD | PE | | | | | |
| INDIANA PORT COMMISSION | PE | | | | | |
| INDIANA STATE UNIVERSITY | PE | | | | | |
| INDIANA TRANSPORTATION FINANCE AUTHORITY | PE | | | | | |
| INDIANA UNIVERSITY | PE | | | | | |
| INDIANA UNIVERSITY PURDUE UNIVERSITY | PE | | | | | |
| INDIANA VOCATIONAL TECHNICAL SCHOOL | PE | | | | | |
| INDIANA WHITE RIVER STATE PARK DEVELOPMENT COMMISSION | PE | | | | | |
| INTELENET COMMISSION | PE | | | | | |
| PURDUE UNIVERSITY | PE | | | | | |
| STATE FAIR COMMISSION | PE | | | | | |
| STATE OFFICE BUILDING COMMISSION | PE | | | | | |
| TOLL ROAD COMMISSION | PE | | | | | |
| UNIVERSITY OF SOUTHERN INDIANA | PE | | | | | |
| VINCENNES UNIVERSITY | PE | | | | | |
| Counties | | | | | | |
| ADAMS COUNTY | PE | | | | | |
| ALLEN COUNTY | PE | | | | | |
| BARTHOLOMEW COUNTY | PE | | | | | |
| BENTON COUNTY | PE | | | | | |
| BLACKFORD COUNTY | PE | | | | | |
| BOONE COUNTY | PE | | | | | |
| BROWN COUNTY | PE | | | | | |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|-------------------------|----|----|----|----|----|----|------------------------|----|----|----|----|----|----|
| MONROE COUNTY | PE | | | | | | CITY OF BEDFORD | PE | | | | 77 | |
| MONTGOMERY COUNTY | PE | | | | | | CITY OF BEECH GROVE | PE | | | | 77 | |
| MORGAN COUNTY | PE | | | | | | CITY OF BERNE | PE | | | | 77 | |
| NEWTON COUNTY | PE | | | | | | CITY OF BICKNELL | | | | | 77 | |
| NOBLE COUNTY | PE | | | | | | CITY OF BLOOMINGTON | PE | | | | 77 | |
| OHIO COUNTY | PE | | | | | | CITY OF BLUFFTON | PE | | | | 77 | |
| ORANGE COUNTY | PE | | | | | | CITY OF BOONVILLE | PE | | | | 77 | |
| OWEN COUNTY | PE | | | | | | CITY OF BRAZIL | | | | | 77 | |
| PARKE COUNTY | PE | | | | | | CITY OF BUTLER | PE | | | | 77 | |
| PERRY COUNTY | PE | | | | | | CITY OF CANNELTON | | | | | 77 | |
| PIKE COUNTY | PE | | | | | | CITY OF CARMEL | PE | | | | 77 | |
| PORTER COUNTY | PE | | | | | | CITY OF CHARLESTOWN | PE | | | | 77 | |
| POSEY COUNTY | PE | | | | | | CITY OF CLINTON | PE | | | | 77 | |
| PULASKI COUNTY | PE | | | | | | CITY OF COLUMBIA CITY | PE | | | | 77 | |
| PUTNAM COUNTY | PE | | | | | | CITY OF COLUMBUS | PE | | | | 77 | |
| RANDOLPH COUNTY | PE | | | | | | CITY OF CONNERSVILLE | PE | | | | 77 | |
| RIPLEY COUNTY | PE | | | | | | CITY OF COVINGTON | | | | | 77 | |
| RUSH COUNTY | PE | | | | | | CITY OF CRAWFORDSVILLE | PE | | | | 77 | |
| SCOTT COUNTY | PE | | | | | | CITY OF CROWN POINT | PE | | | | 77 | |
| SHELBY COUNTY | PE | | | | | | CITY OF DECATUR | PE | | | | 77 | |
| SPENCER COUNTY | PE | | | | | | CITY OF DELPHI | PE | | | | 77 | |
| ST JOSEPH COUNTY | PE | | | | | | CITY OF DUNKIRK | PE | | | | 77 | |
| STARKE COUNTY | PE | | | | | | CITY OF EAST CHICAGO | PE | | | | 77 | |
| STEBEN COUNTY | PE | | | | | | CITY OF ELKHART | PE | | | | 77 | |
| TIPPECANOE COUNTY | PE | | | | | | CITY OF ELWOOD | PE | | | | 77 | |
| TIPTON COUNTY | PE | | | | | | CITY OF EVANSVILLE | PE | | | | 77 | |
| UNION COUNTY | PE | | | | | | CITY OF FORT WAYNE | PE | | | | 77 | |
| VANDERBURGH COUNTY | PE | | | | | | CITY OF FRANKFORT | PE | | | | 77 | |
| VERMILLION COUNTY | PE | | | | | | CITY OF FRANKLIN | PE | | | | 77 | |
| VIGO COUNTY | PE | | | | | | CITY OF GARRETT | PE | | | | 77 | |
| WABASH COUNTY | PE | | | | | | CITY OF GARY | PE | | | | 77 | |
| WARRICK COUNTY | PE | | | | | | CITY OF GAS CITY | PE | | | | 77 | |
| WASHINGTON COUNTY | PE | | | | | | CITY OF GOSHEN | PE | | | | 77 | |
| WAYNE COUNTY | PE | | | | | | CITY OF GREENCASTLE | PE | | | | 77 | |
| WELLS COUNTY | PE | | | | | | CITY OF GREENFIELD | PE | | | | 77 | |
| WHITE COUNTY | PE | | | | | | CITY OF GREENSBURG | PE | | | | 77 | |
| WHITLEY COUNTY | PE | | | | | | CITY OF GREENWOOD | PE | | | | 77 | |
| | | | | | | | CITY OF HAMMOND | PE | | | | 77 | |
| Cities and Towns | | | | | | | CITY OF HARTFORD CITY | PE | | | | 77 | |
| CITY OF ALEXANDRIA | PE | | | | 77 | | CITY OF HOBART | PE | | | | 77 | |
| CITY OF ANDERSON | PE | | | | 77 | | CITY OF HUNTINGBURG | PE | | | | 77 | |
| CITY OF ANGOLA | PE | | | | 77 | | CITY OF HUNTINGTON | PE | | | | 77 | |
| CITY OF ATTICA | PE | | | | 77 | | CITY OF INDIANAPOLIS | PE | | | | 77 | |
| CITY OF AUBURN | PE | | | | 77 | | CITY OF JASONVILLE | PE | | | | 77 | |
| CITY OF AURORA | PE | | | | 77 | | CITY OF JASPER | PE | | | | 77 | |
| CITY OF BATESVILLE | PE | | | | 77 | | CITY OF JEFFERSONVILLE | PE | | | | 77 | |

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|-----------------------|----|----|----|----|----|----|---|----|----|----|----|----|----|
| CITY OF KENDALLVILLE | PE | | | | 77 | | CITY OF SOUTH BEND | PE | | | | 77 | |
| CITY OF KNOX | PE | | | | 77 | | CITY OF SOUTHPORT | PE | | | | | |
| CITY OF KOKOMO | PE | | | | 77 | | CITY OF SULLIVAN | | | | | 77 | |
| CITY OF LAFAYETTE | PE | | | | 77 | | CITY OF TELL CITY | PE | | | | 77 | |
| CITY OF LAKE STATION | PE | | | | 77 | | CITY OF TERRE HAUTE | PE | | | | 77 | |
| CITY OF LAPORTE | PE | | | | 77 | | CITY OF TIPTON | | | | | 77 | |
| CITY OF LAWRENCE | PE | | | | 77 | | CITY OF UNION CITY | PE | | | | 77 | |
| CITY OF LAWRENCEBURG | PE | | | | 77 | | CITY OF VALPARAISO | PE | | | | 77 | |
| CITY OF LEBANON | PE | | | | 77 | | CITY OF VINCENNES | PE | | | | 77 | |
| CITY OF LIGONIER | PE | | | | 77 | | CITY OF WABASH | PE | | | | 77 | |
| CITY OF LINTON | PE | | | | 77 | | CITY OF WARSAW | PE | | | | 77 | |
| CITY OF LOGANSPORT | PE | | | | 77 | | CITY OF WASHINGTON | PE | | | | 77 | |
| CITY OF LOOGOOTE | PE | | | | 77 | | CITY OF WEST LAFAYETTE | PE | | | | 77 | |
| CITY OF MADISON | PE | | | | 77 | | CITY OF WHITING | PE | | | | 77 | |
| CITY OF MARION | PE | | | | 77 | | CITY OF WINCHESTER | PE | | | | 77 | |
| CITY OF MARTINSVILLE | PE | | | | 77 | | CITY OF WINDFALL | PE | | | | | |
| CITY OF MICHIGAN CITY | PE | | | | 77 | | PERRY CLEAR CREEK - FIRE PROTECTION DISTRICT | | | | | 77 | |
| CITY OF MISHAWAKA | PE | | | | 77 | | TOWN OF ADVANCE | PE | | | | | |
| CITY OF MITCHELL | PE | | | | 77 | | TOWN OF AKRON | PE | | | | | |
| CITY OF MONTICELLO | PE | | | | 77 | | TOWN OF ALBANY | PE | | | | | |
| CITY OF MONTPELIER | PE | | | | 77 | | TOWN OF ALBION | PE | | | | | |
| CITY OF MOUNT VERNON | | | | | 77 | | TOWN OF ANDREWS | PE | | | | | |
| CITY OF MUNCIE | PE | | | | 77 | | TOWN OF ARCADIA | PE | | | | | |
| CITY OF NAPPANEE | PE | | | | 77 | | TOWN OF ARGOS | PE | | | | 77 | |
| CITY OF NEW ALBANY | PE | | | | 77 | | TOWN OF ASHLEY | PE | | | | | |
| CITY OF NEW CASTLE | PE | | | | 77 | | TOWN OF ATLANTA | PE | | | | 77 | |
| CITY OF NEW HAVEN | PE | | | | 77 | | TOWN OF AUSTIN | PE | | | | 77 | |
| CITY OF NOBLESVILLE | PE | | | | 77 | | TOWN OF AVILLA | PE | | | | | |
| CITY OF NORTH VERNON | PE | | | | 77 | | TOWN OF AVON | | | | | 77 | |
| CITY OF OAKLAND CITY | PE | | | | 77 | | TOWN OF BAINBRIDGE | PE | | | | | |
| CITY OF PERU | PE | | | | 77 | | TOWN OF BARGERSVILLE | | | | | 77 | |
| CITY OF PETERSBURG | PE | | | | 77 | | TOWN OF BATTLE GROUND | PE | | | | | |
| CITY OF PLYMOUTH | PE | | | | 77 | | TOWN OF BIRDSEYE | PE | | | | | |
| CITY OF PORTAGE | PE | | | | 77 | | TOWN OF BLOOMFIELD | PE | | | | | |
| CITY OF PORTLAND | PE | | | | 77 | | TOWN OF BOSWELL | PE | | | | | |
| CITY OF PRINCETON | PE | | | | 77 | | TOWN OF BOURBON | PE | | | | | |
| CITY OF RENSSELAER | PE | | | | 77 | | TOWN OF BREMEN | PE | | | | 77 | |
| CITY OF RICHMOND | PE | | | | 77 | | TOWN OF BRISTOL | PE | | | | | |
| CITY OF RISING SUN | PE | | | | 77 | | TOWN OF BROOK | PE | | | | | |
| CITY OF ROCHESTER | PE | | | | 77 | | TOWN OF BROOKSTON | PE | | | | | |
| CITY OF ROCKPORT | PE | | | | | | TOWN OF BROOKVILLE | PE | | | | | |
| CITY OF RUSHVILLE | PE | | | | 77 | | TOWN OF BROWNSBURG | PE | | | | 77 | |
| CITY OF SALEM | PE | | | | 77 | | TOWN OF BUNKER HILL | PE | | | | | |
| CITY OF SCOTTSBURG | PE | | | | 77 | | TOWN OF BURLINGTON | PE | | | | | |
| CITY OF SEYMOUR | PE | | | | 77 | | TOWN OF BURNS HARBOR | PE | | | | | |
| CITY OF SHELBYVILLE | PE | | | | 77 | | | | | | | | |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|------------------------|----|----|----|----|----|----|---------------------------|----|----|----|----|----|----|
| TOWN OF CAMBRIDGE CITY | PE | | | | | | TOWN OF GRANDVIEW | PE | | | | | |
| TOWN OF CARBON | PE | | | | | | TOWN OF GREENDALE | PE | | | | 77 | |
| TOWN OF CARLISLE | PE | | | | | | TOWN OF GREENS FORK | PE | | | | | |
| TOWN OF CEDAR LAKE | PE | | | | 77 | | TOWN OF GREENTOWN | PE | | | | | |
| TOWN OF CENTERVILLE | PE | | | | | | TOWN OF GRIFFITH | PE | | | | 77 | |
| TOWN OF CHANDLER | PE | | | | | | TOWN OF HAGERSTOWN | PE | | | | | |
| TOWN OF CHESTERFIELD | PE | | | | | | TOWN OF HAMILTON | PE | | | | | |
| TOWN OF CHESTERTON | PE | | | | 77 | | TOWN OF HANOVER | PE | | | | | |
| TOWN OF CICERO | PE | | | | 77 | | TOWN OF HARMONY | PE | | | | | |
| TOWN OF CLARKS HILL | PE | | | | | | TOWN OF HEBRON | PE | | | | | |
| TOWN OF CLARKSVILLE | PE | | | | 77 | | TOWN OF HIGHLAND | PE | | | | 77 | |
| TOWN OF CLEAR LAKE | PE | | | | | | TOWN OF HUNTERTOWN | PE | | | | | |
| TOWN OF CLOVERDALE | PE | | | | | | TOWN OF JAMESTOWN | PE | | | | | |
| TOWN OF COLFAX | PE | | | | | | TOWN OF JONESBORO | PE | | | | 77 | |
| TOWN OF CONVERSE | PE | | | | | | TOWN OF KINGSFORD HEIGHTS | PE | | | | | |
| TOWN OF CORYDON | PE | | | | | | TOWN OF KNIGHTSTOWN | PE | | | | | |
| TOWN OF CROTHERSVILLE | PE | | | | | | TOWN OF LADOGA | PE | | | | | |
| TOWN OF CULVER | PE | | | | | | TOWN OF LAFONTAINE | PE | | | | | |
| TOWN OF CUMBERLAND | PE | | | | | | TOWN OF LAGRANGE | PE | | | | | |
| TOWN OF DALEVILLE | PE | | | | | | TOWN OF LAGRO | PE | | | | | |
| TOWN OF DANVILLE | PE | | | | | | TOWN OF LAPAZ | PE | | | | | |
| TOWN OF DARLINGTON | PE | | | | | | TOWN OF LAPEL | PE | | | | | |
| TOWN OF DAYTON | PE | | | | | | TOWN OF LEWISVILLE | PE | | | | | |
| TOWN OF DILLSBORO | PE | | | | | | TOWN OF LIBERTY | PE | | | | | |
| TOWN OF DUBLIN | PE | | | | | | TOWN OF LONG BEACH | PE | | | | | |
| TOWN OF DUGGER | PE | | | | | | TOWN OF LOWELL | PE | | | | 77 | |
| TOWN OF DYER | PE | | | | 77 | | TOWN OF LYNN | PE | | | | | |
| TOWN OF EATON | PE | | | | | | TOWN OF MARKLE | PE | | | | | |
| TOWN OF EDGEWOOD | PE | | | | | | TOWN OF MATTHEWS | PE | | | | | |
| TOWN OF EDINBURGH | PE | | | | | | TOWN OF MENTONE | PE | | | | | |
| TOWN OF ELLETTSVILLE | PE | | | | | | TOWN OF MERRILLVILLE | PE | | | | 77 | |
| TOWN OF FAIRMOUNT | PE | | | | | | TOWN OF MIDDLETOWN | PE | | | | | |
| TOWN OF FARMLAND | PE | | | | | | TOWN OF MILAN | PE | | | | | |
| TOWN OF FISHERS | PE | | | | 77 | | TOWN OF MILFORD | PE | | | | | |
| TOWN OF FLORA | PE | | | | | | TOWN OF MILLERSBURG | PE | | | | | |
| TOWN OF FORT BRANCH | PE | | | | | | TOWN OF MILTON | PE | | | | | |
| TOWN OF FORTVILLE | PE | | | | | | TOWN OF MONON | PE | | | | | |
| TOWN OF FRANKTON | PE | | | | | | TOWN OF MONROE | PE | | | | | |
| TOWN OF FREMONT | PE | | | | | | TOWN OF MOORESVILLE | PE | | | | 77 | |
| TOWN OF FRENCH LICK | PE | | | | | | TOWN OF MOROCCO | PE | | | | | |
| TOWN OF GASTON | PE | | | | | | TOWN OF MOUNT SUMMIT | PE | | | | | |
| TOWN OF GENEVA | PE | | | | | | TOWN OF MULBERRY | PE | | | | | |
| TOWN OF GRABILL | PE | | | | | | TOWN OF MUNSTER | PE | | | | 77 | |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|--|----|----|----|----|----|----|---|----|----|----|----|----|----|
| BOURBON TOWNSHIP - MARSHALL COUNTY | PE | | | | | | GERMAN TOWNSHIP - ST JOSEPH COUNTY | PE | | | | | |
| BROWN TOWNSHIP - MORGAN COUNTY | PE | | | | 77 | | GRANT TOWNSHIP - NEWTON COUNTY | PE | | | | | |
| BUCK CREEK TOWNSHIP - HANCOCK COUNTY | PE | | | | 77 | | HANOVER TOWNSHIP - LAKE COUNTY | PE | | | | | |
| CALUMET TOWNSHIP - LAKE COUNTY | PE | | | | | | HARRIS TOWNSHIP - ST JOSEPH COUNTY | PE | | | | | |
| CEDAR CREEK TOWNSHIP - LOWELL COUNTY | PE | | | | | | HARRISON TOWNSHIP - VIGO COUNTY | PE | | | | | |
| CENTER TOWNSHIP - BOONE COUNTY | PE | | | | | | HELT TOWNSHIP - VERMILLION COUNTY | PE | | | | | |
| CENTER TOWNSHIP - DELAWARE COUNTY | PE | | | | | | HENRY TOWNSHIP - HENRY COUNTY | PE | | | | | |
| CENTER TOWNSHIP - GRANT COUNTY | PE | | | | | | HIGHLAND TOWNSHIP - GREEN COUNTY | PE | | | | | |
| CENTER TOWNSHIP - HENDRICKS COUNTY | PE | | | | | | HOBART TOWNSHIP - LAKE COUNTY | PE | | | | | |
| CENTER TOWNSHIP - HOWARD COUNTY | PE | | | | | | HONEY CREEK TOWNSHIP - VIGO COUNTY | PE | | | | | |
| CENTER TOWNSHIP - LAKE COUNTY | PE | | | | | | HUNTINGTON TOWNSHIP - HUNTINGTON COUNTY | PE | | | | | |
| CENTER TOWNSHIP - LAPORTE COUNTY | PE | | | | | | JACKSON TOWNSHIP - HARRISON COUNTY | PE | | | | | |
| CENTER TOWNSHIP - MARION COUNTY | PE | | | | | | JACKSON TOWNSHIP - WAYNE COUNTY | PE | | | | | |
| CENTER TOWNSHIP - MARSHALL COUNTY | PE | | | | | | JAMESTOWN TOWNSHIP - STEUBEN COUNTY | PE | | | | | |
| CENTER TOWNSHIP - PORTER COUNTY | PE | | | | | | JEFFERSON TOWNSHIP - GRANT COUNTY | PE | | | | | |
| CENTER TOWNSHIP - ST JOSEPH COUNTY | PE | | | | | | JEFFERSON TOWNSHIP - GREENE COUNTY | PE | | | | | |
| CENTER TOWNSHIP - VANDERBURGH COUNTY | PE | | | | | | JEFFERSON TOWNSHIP - PIKE COUNTY | PE | | | | | |
| CHARLESTOWN TOWNSHIP - CLARK COUNTY | PE | | | | | | JEFFERSON TOWNSHIP - WHITLEY COUNTY | PE | | | | | |
| CHESTER TOWNSHIP - WABASH COUNTY | PE | | | | | | JEFFERSONVILLE TOWNSHIP - CLARK COUNTY | PE | | | | | |
| CLAY TOWNSHIP - HAMILTON COUNTY | PE | | | | | | JOHNSON TOWNSHIP - LAGRANGE COUNTY | PE | | | | | |
| CLAY TOWNSHIP - PIKE COUNTY | PE | | | | | | KNIGHT TOWNSHIP - VANDERBURGH COUNTY | PE | | | | | |
| CLAY TOWNSHIP - ST JOSEPH COUNTY | PE | | | | | | LAFAYETTE TOWNSHIP - FLOYD COUNTY | PE | | | | | |
| CLEAR CREEK TOWNSHIP - MONROE COUNTY | PE | | | | | | LAKE TOWNSHIP - KOSCIUSKO COUNTY | PE | | | | | |
| CLEVELAND TOWNSHIP - ELKHART COUNTY | PE | | | | | | LAWRENCE TOWNSHIP - MARION COUNTY | PE | | | | 77 | |
| CLINTON TOWNSHIP - VERMILLION COUNTY | PE | | | | | | MADISON TOWNSHIP - DUBOIS COUNTY | PE | | | | | |
| COLUMBIA TOWNSHIP - WHITLEY COUNTY | PE | | | | | | MADISON TOWNSHIP - JEFFERSON COUNTY | PE | | | | | |
| COLUMBUS TOWNSHIP - BARTHOLOMEW COUNTY | PE | | | | | | MAUMEE CIVIL TOWNSHIP - ALLEN COUNTY | PE | | | | | |
| CONCORD TOWNSHIP - ELKHART COUNTY | PE | | | | | | MICHIGAN TOWNSHIP - LAPORTE COUNTY | PE | | | | | |
| DECATUR TOWNSHIP - MARION COUNTY | PE | | | | 77 | | MIDDLE TOWNSHIP - HENDRICKS COUNTY | PE | | | | 77 | |
| DELAWARE TOWNSHIP - HAMILTON COUNTY | PE | | | | | | MOUNT PLEASANT TOWNSHIP - DELAWARE COUNTY | PE | | | | | |
| EEL TOWNSHIP - CASS COUNTY | PE | | | | | | NEW ALBANY TOWNSHIP - FLOYD COUNTY | PE | | | | | |
| ETNA-TROY TOWNSHIP - WHITLEY COUNTY | PE | | | | | | NOBLE TOWNSHIP - WABASH COUNTY | PE | | | | | |
| FAIRFIELD TOWNSHIP - TIPPECANOE COUNTY | PE | | | | | | NOBLESVILLE TOWNSHIP - HAMILTON COUNTY | PE | | | | | |
| FAIRMOUNT TOWNSHIP - GRANT COUNTY | PE | | | | | | NORTH TOWNSHIP - LAKE COUNTY | PE | | | | | |
| FRANKLIN TOWNSHIP - MARION COUNTY | PE | | | | 77 | | OHIO TOWNSHIP - WARRICK COUNTY | PE | | | | | |
| GEORGETOWN TOWNSHIP - FLOYD COUNTY | PE | | | | | | PATOKA TOWNSHIP - GIBSON COUNTY | PE | | | | 77 | |
| | | | | | | | PENN CIVIL TOWNSHIP - ST JOSEPH COUNTY | PE | | | | | |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|---|----|----|----|----|----|----|--|----|----|----|----|----|----|
| BARR-REEVE COMMUNITY SCHOOLS INC | PE | | | | | | CORPORATION | PE | | | | | |
| BARTHOLOMEW CONSOLIDATED SCHOOL CORPORATION | PE | | | | | | COMMUNITY MONTESSORI SCHOOL | PE | | | | | |
| BATESVILLE COMMUNITY SCHOOL CORPORATION | PE | | | | | | COMMUNITY SCHOOL CORPORATION OF EASTERN HANCOCK COUNTY | PE | | | | | |
| BAUGO COMMUNITY SCHOOLS | PE | | | | | | CONCORD COMMUNITY SCHOOLS | PE | | | | | |
| BEECH GROVE CITY SCHOOLS | PE | | | | | | COVERED BRIDGE SPECIAL EDUCATION DISTRICT | PE | | | | | |
| BENTON COMMUNITY SCHOOL CORPORATION | PE | | | | | | COVINGTON COMMUNITY SCHOOLS | PE | | | | | |
| BLOOMFIELD SCHOOL DISTRICT | PE | | | | | | COWAN COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| BLUE RIVER CAREER PROGRAMS | PE | | | | | | CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| BLUE RIVER SPECIAL EDUCATION COOPERATIVE | PE | | | | | | CRAWFORDSVILLE COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| BLUE RIVER VALLEY SCHOOLS | PE | | | | | | CROTHERSVILLE COMMUNITY SCHOOLS | PE | | | | | |
| BLUFFTON-HARRISON METROPOLITAN SCHOOL DISTRICT | PE | | | | | | CROWN POINT COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| BREMEN PUBLIC SCHOOLS | PE | | | | | | CULVER COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| BROWN COUNTY SCHOOL CORPORATION | PE | | | | | | DALEVILLE COMMUNITY SCHOOLS | PE | | | | | |
| BROWNSBURG COMMUNITY SCHOOL CORPORATION | PE | | | | | | DANVILLE COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| BROWNSTOWN CENTRAL COMMUNITY SCHOOL CORPORATION | PE | | | | | | DAVISS - MARTIN SPECIAL EDUCATION COOPERATIVE | PE | | | | | |
| CANNELTON CITY SCHOOLS | PE | | | | | | DECATUR COUNTY COMMUNITY SCHOOLS | PE | | | | | |
| CARMEL-CLAY SCHOOLS | PE | | | | | | DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT | PE | | | | | |
| CARROLL CONSOLIDATED SCHOOL CORPORATION | PE | | | | | | DEKALB COUNTY EASTERN COMMUNITY SCHOOL DISTRICT | PE | | | | | |
| CASS TOWNSHIP SCHOOLS - LAPORTE COUNTY | PE | | | | | | DELAWARE COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| CASTON SCHOOL CORPORATION | PE | | | | | | DELPHI COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| CENTER GROVE COMMUNITY SCHOOL CORPORATION | PE | | | | | | DUNELAND SCHOOL CORPORATION | PE | | | | | |
| CENTERVILLE-ABINGTON COMMUNITY SCHOOLS | PE | | | | | | EAST ALLEN COUNTY SCHOOLS | PE | | | | | |
| CENTRAL INDIANA EDUCATIONAL SERVICE CENTER | PE | | | | | | EAST CHICAGO SCHOOL CITY | PE | | | | | |
| CENTRAL INDIANA OPTIONS CHARTER SCHOOL | PE | | | | | | EAST GIBSON SCHOOL CORPORATION | PE | | | | | |
| CENTRAL NOBLE COMMUNITY SCHOOL CORPORATION | PE | | | | | | EAST NOBLE SCHOOL CORPORATION | PE | | | | | |
| CHARLES A BEARD MEMORIAL SCHOOL CORPORATION | PE | | | | | | EAST PORTER COUNTY SCHOOL CORPORATION | PE | | | | | |
| CHRISTEL HOUSE ACADEMY CHARTER SCHOOL | PE | | | | | | EAST WASHINGTON SCHOOL CORPORATION | PE | | | | | |
| CLARKSVILLE COMMUNITY SCHOOL CORPORATION | PE | | | | | | EASTBROOK COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| CLAY COMMUNITY SCHOOLS | PE | | | | | | EASTERN HOWARD SCHOOL CORPORATION | PE | | | | | |
| CLINTON CENTRAL SCHOOL CORPORATION | PE | | | | | | EASTERN PULASKI COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| CLINTON PRAIRIE SCHOOL CORPORATION | PE | | | | | | EDINBURGH COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| CLOVERDALE COMMUNITY SCHOOL | | | | | | | | | | | | | |

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|--|----|----|----|----|----|----|--|----|----|----|----|----|----|
| ELKHART COMMUNITY SCHOOLS | PE | | | | | | INDIANAPOLIS PUBLIC SCHOOLS EDUCATION CENTER | PE | | | | | |
| ELWOOD COMMUNITY SCHOOL CORPORATION | PE | | | | | | IRVINGTON COMMUNITY SCHOOL INC. | PE | | | | | |
| EVANSVILLE-VANDERBURGH SCHOOL CORPORATION | PE | | | | | | J.E.S.S.E. SCHOOL CORPORATION | PE | | | | | |
| FAIRFIELD COMMUNITY SCHOOLS | PE | | | | | | JAC-CEN-DEL COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| FAYETTE COUNTY SCHOOL CORPORATION | PE | | | | | | JAY SCHOOL CORPORATION | PE | | | | | |
| FLANNER HOUSE | PE | | | | | | JENNINGS COUNTY SCHOOL CORPORATION | PE | | | | | |
| FLAT ROCK-HAWCREEK SCHOOL CORPORATION | PE | | | | | | JOHN GLENN SCHOOL | PE | | | | | |
| FRANKFORT COMMUNITY SCHOOLS | PE | | | | | | JOHNSON COUNTY SCHOOLS SPECIAL SERVICES | PE | | | | | |
| FRANKLIN COMMUNITY SCHOOLS | PE | | | | | | KNOX COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| FRANKLIN COUNTY COMMUNITY SCHOOL CORPORATION | PE | | | | | | KOKOMO-CENTER TOWNSHIP SCHOOLS | PE | | | | | |
| FRANKLIN TOWNSHIP COMMUNITY SCHOOL CORPORATION | PE | | | | | | LAFAYETTE SCHOOL CORPORATION | PE | | | | | |
| FRANKTON-LAPEL COMMUNITY SCHOOLS | PE | | | | | | LAKE CENTRAL SCHOOL CORPORATION | PE | | | | | |
| FREMONT COMMUNITY SCHOOLS | PE | | | | | | LAKE RIDGE SCHOOLS | PE | | | | | |
| FRONTIER SCHOOL CORPORATION | PE | | | | | | LAKELAND SCHOOL CORPORATION | PE | | | | | |
| FT WAYNE COMMUNITY SCHOOLS | PE | | | | | | LANESVILLE COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT | PE | | | | | | LAPORTE COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| GARY COMMUNITY SCHOOL CORPORATION | PE | | | | | | LAWRENCEBURG COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| GIBSON-PIKE-WARRICK SPECIAL EDUCATION COOPERATIVE | PE | | | | | | LIBERTY-PERRY COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| GOSHEN COMMUNITY SCHOOLS | PE | | | | | | LINTON-STOCKTON SCHOOL CORPORATION | PE | | | | | |
| GREATER CLARK COUNTY SCHOOLS | PE | | | | | | LOGANSPOUT COMMUNITY SCHOOLS | PE | | | | | |
| GREATER JASPER CONSOLIDATED SCHOOLS | PE | | | | | | LOOGOOTEE COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| GREATER RANDOLPH INTERLOCAL COOPERATIVE | PE | | | | | | MACONAQUAH SCHOOL CORPORATION | PE | | | | | |
| GREENCASTLE CONSOLIDATED SCHOOLS | PE | | | | | | MADISON AREA EDUCATIONAL SPECIAL SERVICES | PE | | | | | |
| GREENFIELD-CENTRAL COMMUNITY SCHOOL CORPORATION | PE | | | | | | MADISON CONSOLIDATED SCHOOLS | PE | | | | | |
| GREENSBURG COMMUNITY SCHOOLS | PE | | | | | | MADISON GRANT SCHOOL CORPORATION | PE | | | | | |
| GREENWOOD COMMUNITY SCHOOL CORPORATION | PE | | | | | | MANCHESTER COMMUNITY SCHOOLS | PE | | | | | |
| GRIFFITH PUBLIC SCHOOLS | PE | | | | | | MARION - ADAMS SCHOOLS | PE | | | | | |
| HAMILTON COMMUNITY SCHOOLS | PE | | | | | | MARION COMMUNITY SCHOOLS | PE | | | | | |
| HAMILTON SOUTHEASTERN SCHOOLS | PE | | | | | | MERRILLVILLE COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| HAMMOND PUBLIC SCHOOLS | PE | | | | | | METROPOLITAN SCHOOL DISTRICT BLACKFORD COUNTY | PE | | | | | |
| HANOVER COMMUNITY SCHOOL CORPORATION | PE | | | | | | METROPOLITAN SCHOOL DISTRICT BOONE TOWNSHIP | PE | | | | | |
| HARRISON-WASHINGTON SCHOOL CORPORATION | PE | | | | | | METROPOLITAN SCHOOL DISTRICT DECATUR TOWNSHIP | PE | | | | | |
| HEARTLAND CAREER CENTER | PE | | | | | | | | | | | | |
| HOBART SCHOOL CITY | PE | | | | | | | | | | | | |
| HUNTINGTON COUNTY COMMUNITY SCHOOL CORPORATION | PE | | | | | | | | | | | | |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|--|----|----|----|----|----|----|--|----|----|----|----|----|----|
| METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP | PE | | | | | | NEW CASTLE COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF MARTINSVILLE | PE | | | | | | NEW COMMUNITY SCHOOL | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF MT VERNON | PE | | | | | | NEW PRAIRIE UNITED SCHOOL CORPORATION | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF NORTH POSEY COUNTY | PE | | | | | | NINEVEH HENSLEY JACKSON UNITED SCHOOL CORPORATION | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF PERRY TOWNSHIP | PE | | | | | | NOBLESVILLE CONSOLIDATED SCHOOLS | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP | PE | | | | | | NORTH ADAMS COMMUNITY SCHOOLS | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF SHAKAMAK | PE | | | | | | NORTH DAVIESS COMMUNITY SCHOOLS | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF SOUTHWEST ALLEN COUNTY | PE | | | | | | NORTH GIBSON SCHOOL CORPORATION | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF STEUBEN COUNTY | PE | | | | | | NORTH HARRISON COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF WABASH COUNTY | PE | | | | | | NORTH JUDSON-SAN PIERRE SCHOOLS | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF WARREN COUNTY | PE | | | | | | NORTH KNOX SCHOOL CORPORATION | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT WARREN TOWNSHIP | PE | | | | | | NORTH LAWRENCE SCHOOLS | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT WASHINGTON TOWNSHIP | PE | | | | | | NORTH MIAMI COMMUNITY SCHOOLS | PE | | | | | |
| METROPOLITAN SCHOOL DISTRICT OF WAYNE TOWNSHIP | PE | | | | | | NORTH MONTGOMERY SCHOOL CORPORATION | PE | | | | | |
| MICHIGAN CITY AREA SCHOOLS | PE | | | | | | NORTH NEWTON SCHOOL CORPORATION | PE | | | | | |
| MIDDLEBURY COMMUNITY SCHOOL CORPORATION | PE | | | | | | NORTH PUTNAM COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| MILAN SCHOOLS | PE | | | | | | NORTH VERMILLION COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| MILL CREEK COMMUNITY SCHOOL CORPORATION | PE | | | | | | NORTH WHITE SCHOOL CORPORATION | PE | | | | | |
| MISSISSINewa COMMUNITY SCHOOLS | PE | | | | | | NORTHEAST DUBOIS COUNTY SCHOOL CORPORATION | PE | | | | | |
| MITCHELL COMMUNITY SCHOOLS | PE | | | | | | NORTHEAST SCHOOL CORPORATION | PE | | | | | |
| MONROE CENTRAL SCHOOL CORPORATION | PE | | | | | | NORTHEASTERN WAYNE SCHOOLS | PE | | | | | |
| MONROE COUNTY COMMUNITY SCHOOL CORPORATION | PE | | | | | | NORTHERN COMMUNITY SCHOOLS | PE | | | | | |
| MONROE-GREGG SCHOOL DISTRICT | PE | | | | | | NORTHERN WELLS COMMUNITY SCHOOLS | PE | | | | | |
| MOOREVILLE CONSOLIDATED SCHOOL CORPORATION | PE | | | | | | NORTHWEST ALLEN COUNTY SCHOOLS | PE | | | | | |
| MT PLEASANT TOWNSHIP COMMUNITY SCHOOL CORPORATION | PE | | | | | | NORTHWEST HENDRICKS SCHOOLS | PE | | | | | |
| MT VERNON COMMUNITY SCHOOL CORPORATION | PE | | | | | | NORTHWEST INDIANA SPECIAL EDUCATION COOPERATIVE | PE | | | | | |
| MUNCIE COMMUNITY SCHOOLS | PE | | | | | | NORTHWESTERN CONSOLIDATED SCHOOL DISTRICT OF SHELBY COUNTY | PE | | | | | |
| NETTLE CREEK SCHOOL CORPORATION | PE | | | | | | NORTHWESTERN SCHOOL CORPORATION - HOWARD COUNTY | PE | | | | | |
| NEW ALBANY-FLOYD COUNTY SCHOOL CORPORATION | PE | | | | | | OAK HILL UNITED SCHOOL CORPORATION | PE | | | | | |
| | | | | | | | OREGON - DAVIS SCHOOL CORPORATION | PE | | | | | |
| | | | | | | | ORLEANS COMMUNITY SCHOOLS | PE | | | | | |
| | | | | | | | PAOLI COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| | | | | | | | PENN-HARRIS-MADISON SCHOOL CORPORATION | PE | | | | | |
| | | | | | | | PERRY CENTRAL COMMUNITY SCHOOL CORPORATION | PE | | | | | |

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|---|----|----|----|----|----|----|--|----|----|----|----|----|----|
| PERU COMMUNITY SCHOOL CORPORATION | PE | | | | | | SIGNATURE SCHOOL, INC. | PE | | | | | |
| PIKE COUNTY SCHOOL CORPORATION | PE | | | | | | SMITH-GREEN COMMUNITY SCHOOLS | PE | | | | | |
| PIONEER REGIONAL SCHOOL CORPORATION | PE | | | | | | SOUTH ADAMS SCHOOLS | PE | | | | | |
| PLAINFIELD COMMUNITY SCHOOL CORPORATION | PE | | | | | | SOUTH BEND COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| PLYMOUTH COMMUNITY SCHOOL CORPORATION | PE | | | | | | SOUTH CENTRAL AREA SPECIAL EDUCATION COOPERATIVE | PE | | | | | |
| PORTAGE TOWNSHIP SCHOOLS | PE | | | | | | SOUTH CENTRAL AREA VOCATIONAL SCHOOL | PE | | | | | |
| PORTER COUNTY EDUCATION INTERLOCAL | PE | | | | | | SOUTH CENTRAL COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION | PE | | | | | | SOUTH DEARBORN COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| RANDOLPH CENTRAL SCHOOL CORPORATION | PE | | | | | | SOUTH GIBSON SCHOOL CORPORATION | PE | | | | | |
| RANDOLPH EASTERN SCHOOL CORPORATION | PE | | | | | | SOUTH HARRISON COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| RANDOLPH SOUTHERN SCHOOL CORPORATION | PE | | | | | | SOUTH HENRY SCHOOL CORPORATION | PE | | | | | |
| REGION 8 EDUCATION SERVICE CENTER | PE | | | | | | SOUTH KNOX SCHOOL CORPORATION | PE | | | | | |
| RENSSELAER CENTRAL SCHOOL CORPORATION | PE | | | | | | SOUTH MADISON COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| RICHLAND-BEAN BLOSSOM SCHOOL CORPORATION | PE | | | | | | SOUTH NEWTON SCHOOL | PE | | | | | |
| RICHMOND COMMUNITY SCHOOLS | PE | | | | | | SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| RISING SUN-OHIO COUNTY COMMUNITY SCHOOL CORPORATION | PE | | | | | | SOUTH RIPLEY COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| RIVER FOREST COMMUNITY SCHOOL CORPORATION | PE | | | | | | SOUTH SPENCER COUNTY SCHOOL CORPORATION | PE | | | | | |
| ROCHESTER COMMUNITY SCHOOLS | PE | | | | | | SOUTH VERMILLION COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| ROCKVILLE COMMUNITY SCHOOLS | PE | | | | | | SOUTHEAST FOUNTAIN SCHOOL CORPORATION | PE | | | | | |
| ROSSVILLE CONSOLIDATED SCHOOL DISTRICT | PE | | | | | | SOUTHEASTERN CASS SCHOOL CORPORATION | PE | | | | | |
| RUSH COUNTY SCHOOLS | PE | | | | | | SOUTHEASTERN SCHOOL CORPORATION | PE | | | | | |
| SALEM COMMUNITY SCHOOLS - WASHINGTON COUNTY | PE | | | | | | SOUTHERN HANCOCK COMMUNITY SCHOOLS | PE | | | | | |
| SCHOOL CITY OF LAKE STATION | PE | | | | | | SOUTHERN WELLS COMMUNITY SCHOOLS | PE | | | | | |
| SCHOOL CITY OF MISHAWAKA | PE | | | | | | SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION | PE | | | | | |
| SCHOOL CITY OF WEST LAFAYETTE | PE | | | | | | SOUTHWEST PARKE COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| SCHOOL TOWN OF HIGHLAND | PE | | | | | | SOUTHWEST SCHOOL CORPORATION OF SULLIVAN COUNTY | PE | | | | | |
| SCHOOL TOWN OF HIGHLAND - NWIESC/LEA | PE | | | | | | SOUTHWESTERN CONSOLIDATED SCHOOLS OF SHELBY COUNTY | PE | | | | | |
| SCHOOL TOWN OF MUNSTER | PE | | | | | | SOUTHWESTERN HIGH SCHOOL | PE | | | | | |
| SCOTT COUNTY SCHOOL DISTRICT | PE | | | | | | SOUTHWESTERN JEFFERSON COUNTY CONSOLIDATED SCHOOLS | PE | | | | | |
| SEYMOUR COMMUNITY SCHOOLS | PE | | | | | | SPEEDWAY PUBLIC SCHOOLS | PE | | | | | |
| SHELBY EASTERN SCHOOLS | PE | | | | | | | | | | | | |
| SHELBYVILLE CENTRAL SCHOOLS | PE | | | | | | | | | | | | |
| SHENANDOAH SCHOOL CORPORATION | PE | | | | | | | | | | | | |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|---|----|----|----|----|----|----|--|----|----|----|----|----|----|
| SPENCER-OWEN COMMUNITY SCHOOLS | PE | | | | | | WHITING SCHOOL CITY | PE | | | | | |
| SPRINGS VALLEY COMMUNITY SCHOOLS | PE | | | | | | WHITKO COMMUNITY SCHOOL CORPORATION | PE | | | | | |
| SUNMAN-DEARBORN COMMUNITY SCHOOLS | PE | | | | | | WHITLEY COUNTY CONSOLIDATED SCHOOLS | PE | | | | | |
| SWITZERLAND COMMUNITY SCHOOL CORPORATION | PE | | | | | | WILSON EDUCATION CENTER | PE | | | | | |
| TAYLOR COMMUNITY SCHOOLS | PE | | | | | | | | | | | | |
| TELL CITY SCHOOLS | PE | | | | | | Other Government Entities | | | | | | |
| TIPPECANOE SCHOOL CORPORATION | PE | | | | | | ADAMS COUNTY - SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | |
| TIPPECANOE VALLEY SCHOOL CORPORATION | PE | | | | | | ADAMS - WELLS SPECIAL SERVICES COOPERATIVE | PE | | | | | |
| TIPTON COMMUNITY SCHOOL CORPORATION | PE | | | | | | AKRON PUBLIC LIBRARY | PE | | | | | |
| TRI-COUNTY SCHOOL CORPORATION | PE | | | | | | ALEXANDRIAN PUBLIC LIBRARY | PE | | | | | |
| TRI-CREEK SCHOOL CORPORATION | PE | | | | | | ALLEN COUNTY PUBLIC LIBRARY | PE | | | | | |
| TRITON SCHOOLS | PE | | | | | | ANDERSON PUBLIC LIBRARY | PE | | | | | |
| TURKEY RUN COMMUNITY SCHOOL CORPORATION | PE | | | | | | ARGOS PUBLIC LIBRARY | PE | | | | | |
| TWIN LAKES SCHOOL CORPORATION | PE | | | | | | AURORA PUBLIC LIBRARY | PE | | | | | |
| UNION COUNTY SCHOOL CORPORATION | PE | | | | | | BARTHOLOMEW COUNTY LIBRARY | PE | | | | | |
| UNION SCHOOL CORPORATION | PE | | | | | | BARTHOLOMEW COUNTY - SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | |
| UNION TOWNSHIP SCHOOL CORPORATION | PE | | | | | | BEDFORD PUBLIC LIBRARY | PE | | | | | |
| UNION-NORTH UNITED SCHOOL CORPORATION | PE | | | | | | BEECH GROVE PUBLIC LIBRARY | PE | | | | | |
| VALPARAISO COMMUNITY SCHOOLS | PE | | | | | | BELL MEMORIAL PUBLIC LIBRARY | PE | | | | | |
| VIGO COUNTY SCHOOL CORPORATION | PE | | | | | | BEN DAVIS CONSERVANCY DISTRICT | PE | | | | | |
| VINCENNES COMMUNITY SCHOOL CORPORATION | PE | | | | | | BENTON COUNTY HIGHWAY | PE | | | | | |
| WA-NEE COMMUNITY SCHOOLS | PE | | | | | | BENTON COUNTY PUBLIC LIBRARY | PE | | | | | |
| WABASH CITY SCHOOLS | PE | | | | | | BIG BLUE RIVER CONSERVANCY DISTRICT | PE | | | | | |
| WARRICK COUNTY SCHOOL CORPORATION | PE | | | | | | BOONVILLE - WARRICK COUNTY PUBLIC LIBRARY | PE | | | | | |
| WARSAW COMMUNITY SCHOOLS | PE | | | | | | BOURBON PUBLIC LIBRARY | PE | | | | | |
| WASHINGTON COMMUNITY SCHOOLS | PE | | | | | | BREMEN PUBLIC LIBRARY | PE | | | | | |
| WAWASEE COMMUNITY SCHOOL CORPORATION | PE | | | | | | BRISTOL PUBLIC LIBRARY | PE | | | | | |
| WEST CENTRAL INDIANA EDUCATIONAL SERVICE CENTER | PE | | | | | | BROOK IROQUOIS TOWNSHIP PUBLIC LIBRARY | PE | | | | | |
| WEST CENTRAL SCHOOL CORPORATION | PE | | | | | | BROWN COUNTY PUBLIC LIBRARY | PE | | | | | |
| WEST CLARK COMMUNITY SCHOOLS | PE | | | | | | BROWN COUNTY SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | |
| WEST NOBLE SCHOOL CORPORATION | PE | | | | | | BROWNSBURG PUBLIC LIBRARY | PE | | | | | |
| WEST WASHINGTON SCHOOL CORPORATION | PE | | | | | | CAMBRIDGE CITY LIBRARY | PE | | | | | |
| WESTERN SCHOOL CORPORATION | PE | | | | | | CARMEL PUBLIC LIBRARY | PE | | | | | |
| WESTERN WAYNE SCHOOLS | PE | | | | | | CARNEGIE PUBLIC LIBRARY | PE | | | | | |
| WESTVIEW SCHOOL CORPORATION | PE | | | | | | CASS COUNTY SOLID WASTE DISTRICT | PE | | | | | |
| WHITE RIVER VALLEY SCHOOL CORPORATION | PE | | | | | | CENTERVILLE LIBRARY | PE | | | | | |
| | | | | | | | CENTRAL NINE CAREER CENTER | PE | | | | | |
| | | | | | | | CITY OF ANDERSON - HOUSING AUTHORITY | PE | | | | | |

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|--|----|----|----|----|----|----|--|----|----|----|----|----|----|
| CITY OF ANDERSON - UTILITIES | PE | | | | | | DECATUR COUNTY-SOLID WASTE DISTRICT | PE | | | | | |
| CITY OF ANGOLA HOUSING AUTHORITY | PE | | | | | | DECATUR HOUSING AUTHORITY | PE | | | | | |
| CITY OF BLOOMINGTON - PUBLIC TRANSPORTATION | PE | | | | | | DECATUR PUBLIC LIBRARY | PE | | | | | |
| CITY OF BLOOMINGTON - UTILITIES DEPARTMENT | PE | | | | | | DELAWARE COUNTY HOUSING AUTHORITY | PE | | | | | |
| CITY OF EAST CHICAGO - WATERWAY MANAGEMENT DISTRICT | PE | | | | | | DELAWARE COUNTY REGIONAL WASTEWATER DISTRICT | PE | | | | | |
| CITY OF EVANSVILLE - WATER AND SEWER UTILITY | PE | | | | | | DELPHI PUBLIC LIBRARY | PE | | | | | |
| CITY OF FRANKFORT - UTILITIES | PE | | | | | | DUBOIS COUNTY CONTRACTUAL LIBRARY | PE | | | | | |
| CITY OF HAMMOND - WATER WORKS | PE | | | | | | EAST CENTRAL INDIANA SOLID WASTE DISTRICT | PE | | | | | |
| CITY OF HAMMOND - SANITARY DISTRICT | PE | | | | | | EAST CHICAGO PUBLIC LIBRARY | PE | | | | | |
| CITY OF INDIANAPOLIS - DIVISION OF HOUSING | PE | | | | | | EAST CHICAGO WATER DEPARTMENT | PE | | | | | |
| CITY OF LAWRENCE - FORT HARRISON REFUSE AUTHORITY | PE | | | | | | ECKHART PUBLIC LIBRARY | PE | | | | | |
| CITY OF LOGANSPORT - UTILITIES | PE | | | | | | ELKHART PUBLIC LIBRARY | PE | | | | | |
| CITY OF MICHIGAN CITY - REDEVELOPMENT DISTRICT | PE | | | | | | EMPLOYMENT & TRAINING SERVICES OF ST JOSEPH COUNTY | PE | | | | | |
| CITY OF MUNCIE HOUSING AUTHORITY | PE | | | | | | EVANSVILLE HOUSING AUTHORITY | PE | | | | | |
| CITY OF NEW ALBANY - FLOOD CONTROL DISTRICT | PE | | | | | | EVANSVILLE PUBLIC LIBRARY | PE | | | | | |
| CLARK COUNTY REDEVELOPMENT COMMISSION | PE | | | | | | EVANSVILLE RE-DEVELOPMENT COMMISSION | PE | | | | | |
| CLARKSVILLE SEWAGE DEPARTMENT | PE | | | | | | EVANSVILLE - VANDERBURGH AIRPORT AUTHORITY | PE | | | | | |
| CLAY COUNTY HOSPITAL | PE | | | | | | EVANSVILLE - VANDERBURGH COUNTY BUILDING AUTHORITY | PE | | | | | |
| CLAY TOWNSHIP - HAMILTON COUNTY REGIONAL WASTE | PE | | | | | | FAYETTE COUNTY PUBLIC LIBRARY | PE | | | | | |
| CLAY TOWNSHIP - ST JOSEPH COUNTY POOR RELIEF | PE | | | | | | FLORA - MONROE PUBLIC LIBRARY | PE | | | | | |
| CLAY-OWEN-VIGO SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | | FORT BRANCH - JOHNSON TOWNSHIP PUBLIC LIBRARY | PE | | | | | |
| CLINTON PUBLIC LIBRARY | PE | | | | | | FORT WAYNE - ALLEN COUNTY AIRPORT AUTHORITY | PE | | | | | |
| COATESVILLE LIBRARY | PE | | | | | | FORT WAYNE AREA JOB TRAINING PROGRAM | PE | | | | | |
| CONNERSVILLE UTILITIES | PE | | | | | | FORT WAYNE CITY UTILITIES | PE | | | | | |
| CONVERSE - JACKSON TOWNSHIP LIBRARY | PE | | | | | | FORT WAYNE HOUSING AUTHORITY | PE | | | | | |
| CORDRY - SWEETWATER CONSERVANCY DISTRICT | PE | | | | | | FORTVILLE - VERNON TOWNSHIP PUBLIC LIBRARY | PE | | | | | |
| CORYDON PUBLIC LIBRARY | PE | | | | | | FRANKFORT COMMUNITY PUBLIC LIBRARY | PE | | | | | |
| CRAWFORD COUNTY - SOLID WASTE DISTRICT | PE | | | | | | FULTON COUNTY LIBRARY | PE | | | | | |
| CRAWFORDSVILLE PUBLIC LIBRARY | PE | | | | | | GARRETT PUBLIC LIBRARY | PE | | | | | |
| CROWN POINT - CENTER TOWNSHIP PUBLIC LIBRARY | PE | | | | | | GARY MUNICIPAL AIRPORT AUTHORITY | PE | | | | | |
| CUIVER - UNION TOWNSHIP PUBLIC LIBRARY | PE | | | | | | GARY PUBLIC LIBRARY | PE | | | | | |
| DANVILLE/CENTER TOWNSHIP PUBLIC LIBRARY | PE | | | | | | GAS CITY - MILL TOWNSHIP PUBLIC LIBRARY | PE | | | | | |
| DECATUR COUNTY BOARD OF HEALTH | PE | | | | | | GOSHEN PUBLIC LIBRARY | PE | | | | | |
| | | | | | | | GREATER LAFAYETTE PUBLIC TRANSPORTATION CORPORATION | PE | | | | | |
| | | | | | | | GREENTOWN & EASTERN HOWARD LIBRARY | PE | | | | | |
| | | | | | | | GREENWOOD LIBRARY | PE | | | | | |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|--|----|----|----|----|----|----|--|----|----|----|----|----|----|
| HAGERSTOWN - JEFFERSON TOWNSHIP PUBLIC LIBRARY | PE | | | | | | KENTLAND PUBLIC LIBRARY | PE | | | | | |
| HAMILTON LAKE CONSERVANCY DISTRICT | PE | | | | | | KEWANA - UNION TOWNSHIP PUBLIC LIBRARY | PE | | | | | |
| HAMILTON NORTH PUBLIC LIBRARY | PE | | | | | | KNOX COUNTY HOUSING AUTHORITY | PE | | | | | |
| HAMMOND PUBLIC LIBRARY | PE | | | | | | KNOX COUNTY PUBLIC LIBRARY | PE | | | | | |
| HANCOCK COUNTY DEPARTMENT PUBLIC WELFARE | PE | | | | | | KOKOMO PUBLIC LIBRARY | PE | | | | | |
| HARRISON COUNTY PUBLIC LIBRARY | PE | | | | | | KOSCIUSKO COUNTY HIGHWAY DEPARTMENT | PE | | | | | |
| HARRISON COUNTY - SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | | LAGRANGE COUNTY - SEWER DISTRICT | PE | | | | | |
| HARTFORD CITY PUBLIC LIBRARY | PE | | | | | | LAGRANGE COUNTY PUBLIC LIBRARY | PE | | | | | |
| HEALTH & HOSPITAL CORPORATION OF MARION COUNTY | PE | | | | | | LAKE COUNTY LIBRARY | PE | | | | | |
| HENDRICKS COUNTY - WEST CENTRAL SOLID WASTE DISTRICT | PE | | | | | | LAKE LEMON CONSERVANCY DISTRICT | PE | | | | | |
| HILLCREST & WASHINGTON HOMES | PE | | | | | | LAPORTE COUNTY SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | |
| HOUSING AUTHORITY OF THE CITY OF KENDALVILLE | PE | | | | | | LAPORTE MUNICIPAL AIRPORT AUTHORITY | PE | | | | | |
| HUNTINGBURG HOUSING AUTHORITY | PE | | | | | | LAPORTE PUBLIC & COUNTY LIBRARIES | PE | | | | | |
| HUNTINGBURG PUBLIC LIBRARY | PE | | | | | | LAWRENCEBURG FLOOD CONTROL DISTRICT | PE | | | | | |
| HUNTINGTON PUBLIC LIBRARY | PE | | | | | | LAWRENCEBURG PUBLIC LIBRARY | PE | | | | | |
| HUSSEY-MAYFIELD MEMORIAL PUBLIC LIBRARY | PE | | | | | | LEBANON PUBLIC LIBRARY | PE | | | | | |
| INDIANA 15 REGIONAL PLANNING COMMISSION | PE | | | | | | LEO CEDARVILLE REGIONAL SEWER DISTRICT | PE | | | | | |
| INDIANAPOLIS AIRPORT AUTHORITY | PE | | | | | | LINCOLN HERITAGE PUBLIC LIBRARY | PE | | | | | |
| INDIANAPOLIS - MARION COUNTY BUILDING AUTHORITY | PE | | | | | | LINTON HOUSING AUTHORITY | PE | | | | | |
| INDIANAPOLIS - MARION COUNTY PUBLIC LIBRARY | PE | | | | | | LOGANSPOUT PUBLIC LIBRARY | PE | | | | | |
| INDIANAPOLIS PUBLIC TRANSPORTATION CORPORATION | PE | | | | | | LOWELL PUBLIC LIBRARY | PE | | | | | |
| JACKSON COUNTY PUBLIC LIBRARY | PE | | | | | | MADISON COUNTY - JOB SOURCE | PE | | | | | |
| JACKSON COUNTY SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | | MADISON - JEFFERSON LIBRARY | PE | | | | | |
| JASPER COUNTY PUBLIC LIBRARY | PE | | | | | | MARION PUBLIC LIBRARY | PE | | | | | |
| JASPER PUBLIC LIBRARY | PE | | | | | | MARKLE PUBLIC LIBRARY | PE | | | | | |
| JAY COUNTY PUBLIC LIBRARY | PE | | | | | | MELTON PUBLIC LIBRARY | PE | | | | | |
| JEFFERSONVILLE FLOOD CONTROL DISTRICT | PE | | | | | | MICHIANA AREA COUNCIL OF GOVERNMENTS | PE | | | | | |
| JEFFERSONVILLE PARK & RECREATION | PE | | | | | | MICHIGAN CITY LIBRARY | PE | | | | | |
| JEFFERSONVILLE TOWNSHIP PUBLIC LIBRARY | PE | | | | | | MIDDLEBURY COMMUNITY LIBRARY | PE | | | | | |
| JENNINGS COUNTY PUBLIC LIBRARY | PE | | | | | | MILFORD PUBLIC LIBRARY | PE | | | | | |
| JOHNSON COUNTY PUBLIC LIBRARY | PE | | | | | | MISHAWAKA PUBLIC LIBRARY | PE | | | | | |
| KANKAKEE - IROQUOIS - REGIONAL PLANNING COMMISSION | PE | | | | | | MITCHELL COMMUNITY PUBLIC LIBRARY | PE | | | | | |
| KENDALLVILLE PUBLIC LIBRARY | PE | | | | | | MONON TOWN & TOWNSHIP PUBLIC LIBRARY | PE | | | | | |
| | | | | | | | MONROE COUNTY PUBLIC LIBRARY | PE | | | | | |
| | | | | | | | MONROE COUNTY PUBLIC WELFARE | PE | | | | | |
| | | | | | | | MONTEREY - TIPPECANOE PUBLIC LIBRARY | PE | | | | | |
| | | | | | | | MONTGOMERY COUNTY - HIGHWAY DEPARTMENT | PE | | | | | |
| | | | | | | | MONTICELLO - UNION TOWNSHIP PUBLIC LIBRARY | PE | | | | | |

2004 COMPREHENSIVE ANNUAL FINANCIAL REPORT

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|--|----|----|----|----|----|----|---|----|----|----|----|----|----|
| MONTPELIER PUBLIC LIBRARY | PE | | | | | | MANAGEMENT DISTRICT | PE | | | | | |
| MOORESVILLE PUBLIC LIBRARY | PE | | | | | | POSEY COUNTY - HIGHWAY DEPARTMENT | PE | | | | | |
| MORGAN COUNTY PUBLIC LIBRARY | PE | | | | | | PULASKI COUNTY PUBLIC LIBRARY | PE | | | | | |
| MUNCIE INDIANA TRANSIT SYSTEM | PE | | | | | | PUTNAM COUNTY PUBLIC LIBRARY | PE | | | | | |
| MUNCIE PUBLIC LIBRARY | PE | | | | | | RANDOLPH COUNTY - SOLID WASTE MANAGEMENT | PE | | | | | |
| NAPPANEE PUBLIC LIBRARY | PE | | | | | | REGION 3-A DEVELOPMENT & REGION PLANNING | PE | | | | | |
| NEW ALBANY - FLOYD COUNTY PUBLIC LIBRARY | PE | | | | | | RICHMOND - MORRISON - REEVES LIBRARY | PE | | | | | |
| NEW CARLISLE - OLIVE TOWNSHIP LIBRARY | PE | | | | | | RICHMOND SANITARY DISTRICT | PE | | | | | |
| NEW CASTLE - HENRY COUNTY PUBLIC LIBRARY | PE | | | | | | RISING SUN MUNICIPAL UTILITIES | PE | | | | | |
| NEW CASTLE HOUSING AUTHORITY | PE | | | | | | ROCKPORT - HOUSING AUTHORITY | PE | | | | | |
| NEWPORT - VERMILLION COUNTY LIBRARY | PE | | | | | | ROCKVILLE PUBLIC LIBRARY | PE | | | | | |
| NEWTON COUNTY HIGHWAY DEPARTMENT | PE | | | | | | ROME CITY HOUSING AUTHORITY | PE | | | | | |
| NOBLESVILLE HOUSING AUTHORITY | PE | | | | | | ROYAL CENTER TOWNSHIP LIBRARY | PE | | | | | |
| NOBLESVILLE - SOUTHEASTERN PUBLIC LIBRARY | PE | | | | | | RUSHVILLE PUBLIC LIBRARY | PE | | | | | |
| NORTH MADISON COUNTY PUBLIC LIBRARY SYSTEM | PE | | | | | | SALEM PUBLIC LIBRARY | PE | | | | | |
| NORTHEAST INDIANA SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | | SCOTT COUNTY PUBLIC LIBRARY | PE | | | | | |
| NORTHERN INDIANA COMMUTER TRANSPORTATION DISTRICT | PE | | | | | | SCOTT COUNTY - SOUTHEASTERN INDIANA SOLID WASTE DISTRICT | PE | | | | | |
| NORTHWEST INDIANA HEALTH DEPARTMENT COOPERATIVE | PE | | | | | | SHELBYVILLE - SHELBY COUNTY PUBLIC LIBRARY | PE | | | | | |
| NORTHWESTERN INDIANA REGIONAL PLANNING COMMISSION | PE | | | | | | SHERIDAN PUBLIC LIBRARY | PE | | | | | |
| OAK HILL CEMETERY | PE | | | | | | SOUTH DEARBORN REGIONAL SEWER DISTRICT | PE | | | | | |
| OAK PARK CONSERVANCY DISTRICT | PE | | | | | | SOUTH HENRY REGIONAL WASTE DISTRICT | PE | | | | | |
| OHIO COUNTY PUBLIC LIBRARY | PE | | | | | | SOUTH WHITLEY - CLEVELAND TOWNSHIP PUBLIC LIBRARY | PE | | | | | |
| OHIO TOWNSHIP PUBLIC LIBRARY SYSTEM | PE | | | | | | SOUTHERN INDIANA DEVELOPMENT COMMISSION | PE | | | | | |
| ORANGE COUNTY - HIGHWAY DEPARTMENT | PE | | | | | | SOUTHEASTERN CAREER CENTER | PE | | | | | |
| ORLEANS TOWN & TOWNSHIP PUBLIC LIBRARY | PE | | | | | | SOUTHWEST ALLEN COUNTY FIRE DISTRICT | PE | | | | | |
| OWEN COUNTY PUBLIC LIBRARY | PE | | | | | | SPEEDWAY PUBLIC LIBRARY | PE | | | | | |
| PAOLI PUBLIC LIBRARY | PE | | | | | | SPENCER COUNTY PUBLIC LIBRARY | PE | | | | | |
| PATOKA LAKE REGIONAL WATER AND SEWER DISTRICT | PE | | | | | | ST JOSEPH COUNTY AIRPORT AUTHORITY | PE | | | | | |
| PEABODY PUBLIC LIBRARY | PE | | | | | | ST JOSEPH COUNTY PUBLIC LIBRARY | PE | | | | | |
| PENDLETON COMMUNITY LIBRARY | PE | | | | | | ST JOSEPH COUNTY - SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | |
| PERU PUBLIC LIBRARY | PE | | | | | | STARKE COUNTY AIRPORT AUTHORITY | PE | | | | | |
| PERU UTILITIES | PE | | | | | | STARKE COUNTY - ENVIRONMENTAL MANAGEMENT DISTRICT | PE | | | | | |
| PIKE COUNTY PUBLIC LIBRARY | PE | | | | | | STUCKER FORK CONSERVANCY DISTRICT | PE | | | | | |
| PLAINFIELD PUBLIC LIBRARY | PE | | | | | | STUEBEN COUNTY LIBRARY | PE | | | | | |
| PLYMOUTH PUBLIC LIBRARY | PE | | | | | | SULLIVAN COUNTY PUBLIC LIBRARY | PE | | | | | |
| PORTER COUNTY PUBLIC LIBRARY SYSTEM | PE | | | | | | SWAYZEE PUBLIC LIBRARY | PE | | | | | |
| PORTER COUNTY SOLID WASTE | PE | | | | | | TELL CITY - PERRY COUNTY PUBLIC LIBRARY | PE | | | | | |

PUBLIC EMPLOYEES' RETIREMENT FUND OF INDIANA

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC | Employer's Name | PE | LE | PA | JU | 77 | EC |
|---|----|----|----|----|----|----|---|----|----|----|----|----|----|
| TERRE HAUTE INTERNATIONAL AIRPORT AUTHORITY | PE | | | | | | WINCHESTER COMMUNITY LIBRARY | PE | | | | | |
| THE INDIANAPOLIS LOCAL PUBLIC IMPROVEMENT BOND BANK | PE | | | | | | WORTHINGTON - JEFFERSON TOWNSHIP PUBLIC LIBRARY | PE | | | | | |
| THE STARKE COUNTY PUBLIC LIBRARY SYSTEM | PE | | | | | | WRIGHT - HAGEMAN PUBLIC LIBRARY | PE | | | | | |
| TIPPECANOE COUNTY PUBLIC LIBRARY | PE | | | | | | YORKTOWN - MT PLEASANT COMMUNITY LIBRARY | PE | | | | | |
| TIPTON COUNTY LIBRARY | PE | | | | | | | | | | | | |
| TOWN OF SELMA - LIBERTY REGIONAL WASTE DISTRICT | PE | | | | | | Withdrawn Employers | | | | | | |
| TWIN RIVERS VOCATIONAL AREA | PE | | | | | | BYRON HEALTH CENTER | PE | | | | | |
| UNION CITY LIBRARY | PE | | | | | | CARNEGIE PUBLIC LIBRARY | PE | | | | | |
| VALLEY VIEW HOUSING AUTHORITY | PE | | | | | | CENTER TOWNSHIP - UNION COUNTY | PE | | | | | |
| VIGO COUNTY - CONVENTION AND TOURISM BUREAU | PE | | | | | | CENTRAL SCHOOL DISTRICT OF GREENE COUNTY | PE | | | | | |
| VIGO COUNTY - HARRISON TOWNSHIP POOR RELIEF | PE | | | | | | CENTRAL INDIANA AREA LIBRARY SERVICE AUTHORITY | PE | | | | | |
| VIGO COUNTY PUBLIC LIBRARY | PE | | | | | | CITY OF WOODBURN | PE | | | | | |
| VINCENNES HOUSING AUTHORITY | PE | | | | | | CLARK TOWNSHIP MONTGOMERY COUNTY | PE | | | | | |
| VINCENNES WATER DEPARTMENT | PE | | | | | | COLFAX PUBLIC LIBRARY | PE | | | | | |
| WABASH CARNEGIE LIBRARY | PE | | | | | | EASTERN INDIANA LIBRARY SERVICE AUTHORITY | PE | | | | | |
| WAKARUSA PUBLIC LIBRARY | PE | | | | | | FAIRPLAY TOWNSHIP - GREENE COUNTY | PE | | | | | |
| WALKERTON - LINCOLN TOWNSHIP PUBLIC LIBRARY | PE | | | | | | GEORGE ADE MEMORIAL HOSPITAL | PE | | | | | |
| WARREN COUNTY HIGHWAY | PE | | | | | | GREENDALE | PE | | | | | |
| WARREN PUBLIC LIBRARY | PE | | | | | | HEALTHWIN HOSPITAL | PE | | | | | |
| WARRICK COUNTY SOLID WASTE MANAGEMENT DISTRICT | PE | | | | | | HILLCREST SPECIAL EDUCATION SCHOOL | PE | | | | | |
| WARSAW COMMUNITY PUBLIC LIBRARY | PE | | | | | | INDIANAPOLIS MASS TRANSIT AUTHORITY | PE | | | | | |
| WASHINGTON CARNEGIE LIBRARY | PE | | | | | | JEFFERSON COUNTY REGIONAL SEWER DISTRICT NO 1 | PE | | | | | |
| WASHINGTON TOWNSHIP PUBLIC LIBRARY | PE | | | | | | KIRKLAND TOWNSHIP - ADAMS COUNTY | PE | | | | | |
| WATERLOO - GRANT TOWNSHIP PUBLIC LIBRARY | PE | | | | | | LADOGA - CLARK TOWNSHIP PUBLIC LIBRARY | PE | | | | | |
| WAYNE COUNTY - HIGHWAY DEPARTMENT | PE | | | | | | MCCRAY MEMORIAL HOSPITAL | PE | | | | | |
| WELLS COMMUNITY HOSPITAL | PE | | | | | | MARSHALL COUNTY PARKVIEW HOSPITAL | PE | | | | | |
| WELLS COUNTY PUBLIC LIBRARY | PE | | | | | | MONROE TOWNSHIP - ADAMS COUNTY | PE | | | | | |
| WEST CENTRAL CONSERVANCY DISTRICT | PE | | | | | | NORTHERN INDIANA WORKFORCE OF ST. JOSEPH COUNTY | PE | | | | | |
| WEST LAFAYETTE PUBLIC LIBRARY | PE | | | | | | OUABACHE REGIONAL DEVELOPMENT COMMISSION | PE | | | | | |
| WESTCHESTER PUBLIC LIBRARY | PE | | | | | | REGION IX DEVELOPMENT COMMISSION | PE | | | | | |
| WESTFIELD PUBLIC LIBRARY | PE | | | | | | ROANN PUBLIC LIBRARY | PE | | | | | |
| WHITEWATER VALLEY COMMUNITY LIBRARY DISTRICT | PE | | | | | | SOUTHEASTERN INDIANA AREA LIBRARY SERVICE AUTHORITY | PE | | | | | |
| WHITING PUBLIC LIBRARY | PE | | | | | | SPRINGFIELD TOWNSHIP - ALLEN COUNTY | PE | | | | | |
| WILDCAT CREEK - SOLID WASTE DISTRICT | PE | | | | | | ST MARYS TOWNSHIP - ADAMS COUNTY | PE | | | | | |
| WILLARD LIBRARY OF EVANSVILLE | PE | | | | | | | | | | | | |
| WILLIAMSPORT - WASHINGTON TOWNSHIP PUBLIC LIBRARY | PE | | | | | | | | | | | | |

Schedule of Participating Employers

Year Ended June 30

| Employer's Name | PE | LE | PA | JU | 77 | EC |
|--|----|----|----|----|----|----|
| STONE HILLS AREA LIBRARY SERVICE AUTHORITY | PE | | | | | |
| TOWN OF CLAY CITY | PE | | | | | |
| TRI-ALSA - REGION 3 | PE | | | | | |
| UNION | PE | | | | | |
| WABASH VALLEY AREA LIBRARY SERVICE AUTHORITY | PE | | | | | |
| WASHINGTON STAFFORD CONSOLIDATED SCHOOL CORPORATION | PE | | | | | |
| WASHINGTON TOWNSHIP SCHOOLS | PE | | | | | |
| WESTCHESTER TOWNSHIP - PORTER COUNTY | PE | | | | | |
| WORTHINGTON - JEFFERSON CONSOLIDATED SCHOOLS | PE | | | | | |

Notes